H-4216.1		

HOUSE BILL 2738

55th Legislature

1998 Regular Session

By Representatives Sehlin and Mastin

State of Washington

Read first time 01/19/98. Referred to Committee on Capital Budget.

- AN ACT Relating to fish and fish habitat; amending RCW 43.160.060, 43.21J.020, 43.51.275, 43.51.310, 43.83A.020, 43.83B.020, 43.83B.355,
- 3 43.98B.010, 43.99.080, 46.09.020, 46.68.070, 47.26.080, 47.60.505,
- 4 47.60.645, 70.105D.070, 70.146.030, 70.95.800, 76.12.110, 77.12.020,
- 5 78.44.045, 79.24.580, 79.64.020, 79.71.090, 79.90.555, 82.44.180,
- 6 86.26.090, 90.48.400, and 90.50A.030; and reenacting and amending RCW
- 7 43.155.050.
- 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 9 **Sec. 1.** RCW 43.155.050 and 1995 2nd sp.s. c 18 s 918 and 1995 c 10 376 s 11 are each reenacted and amended to read as follows:
- 11 The public works assistance account is hereby established in the
- 12 state treasury. Money may be placed in the public works assistance
- 13 account from the proceeds of bonds when authorized by the legislature
- 14 or from any other lawful source. Money in the public works assistance
- 15 account shall be used to make loans and to give financial guarantees to
- 16 local governments for public works projects, including projects that
- 17 benefit fish or improve fish habitat. Moneys in the account may also
- 18 be appropriated to provide for state match requirements under federal
- 19 law for projects and activities conducted and financed by the board

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under the drinking water assistance account. ((During the 1995-97 1 2 fiscal biennium, moneys in the public works assistance account may be appropriated for transfer to the flood control assistance account to be 3 4 used for flood control assistance, including grants under chapter 86.26 5 RCW. To the extent that moneys in the public works assistance account are not appropriated during the 1995-97 fiscal biennium for public 6 7 works or flood control assistance, the legislature may direct their 8 transfer to the state general fund. In awarding grants under chapter 9 86.26 RCW, the department of ecology shall give strong preference to 10 local governments that have: (1) Implemented, or are in the process of implementing, an ordinance that establishes a flood plain policy that 11 12 is substantially more stringent than minimum federal requirements; (2) 13 completed a comprehensive flood control plan meeting the requirements of RCW 86.12.200; or (3) constructed, or are in the process of 14 15 constructing, a system of overtopping dikes or levees that allow public 16 access.))

17 **Sec. 2.** RCW 43.160.060 and 1996 c 51 s 5 are each amended to read 18 as follows:

The board is authorized to make direct loans to political subdivisions of the state for the purposes of assisting the political subdivisions in financing the cost of public facilities, including development of land and improvements for public facilities, as well as the construction, rehabilitation, alteration, expansion, or improvement of the facilities and projects that benefit fish or fish habitat water resource inventory areas. A grant may also be authorized for purposes designated in this chapter, but only when, and to the extent that, a loan is not reasonably possible, given the limited resources of the political subdivision and the finding by the board that unique circumstances exist. The board shall not obligate more than twenty percent of its biennial appropriation as grants.

- Application for funds shall be made in the form and manner as the board may prescribe. In making grants or loans the board shall conform to the following requirements:
 - (1) The board shall not provide financial assistance:
- 35 (a) For a project the primary purpose of which is to facilitate or 36 promote a retail shopping development or expansion.

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- 1 (b) For any project that evidence exists would result in a 2 development or expansion that would displace existing jobs in any other 3 community in the state.
 - (c) For the acquisition of real property, including buildings and other fixtures which are a part of real property.
 - (2) The board shall only provide financial assistance:

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- 7 (a) For those projects which would result in specific private 8 developments or expansions (i) in manufacturing, production, food 9 processing, assembly, warehousing, and industrial distribution; (ii) 10 for processing recyclable materials or for facilities that support recycling, including processes not currently provided in the state, 11 including but not limited to, de-inking facilities, mixed waste paper, 12 13 plastics, yard waste, and problem-waste processing; (iii) for manufacturing facilities that rely significantly on recyclable 14 15 materials, including but not limited to waste tires and mixed waste which support the relocation of businesses 16 paper; (iv) 17 nondistressed urban areas to distressed rural areas; or (v) which substantially support the trading of goods or services outside of the 18 19 state's borders.
- (b) For projects which it finds will improve the opportunities for the successful maintenance, establishment, or expansion of industrial or commercial plants or will otherwise assist in the creation or retention of long-term economic opportunities.
- (c) When the application includes convincing evidence that a specific private development or expansion is ready to occur and will occur only if the public facility improvement is made.
 - (3) The board shall prioritize each proposed project according to the relative benefits provided to the community by the jobs the project would create, not just the total number of jobs it would create after the project is completed and according to the unemployment rate in the area in which the jobs would be located. As long as there is more demand for financial assistance than there are funds available, the board is instructed to fund projects in order of their priority.
- 34 (4) A responsible official of the political subdivision shall be 35 present during board deliberations and provide information that the 36 board requests.
- 37 Before any financial assistance application is approved, the 38 political subdivision seeking the assistance must demonstrate to the 39 community economic revitalization board that no other timely source of

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- 1 funding is available to it at costs reasonably similar to financing 2 available from the community economic revitalization board.
- Sec. 3. RCW 43 21J 020 and 1993 c 516 g 3 are each amended to read
- 3 Sec. 3. RCW 43.21J.020 and 1993 c 516 s 3 are each amended to read 4 as follows:
- (1) The environmental and forest restoration account is established 5 in the state treasury. Money in the account may be spent only after 6 7 appropriation by the legislature and in a manner consistent with this chapter. Private nonprofit organizations and state, local, and tribal 8 9 entities are eligible for funds under this chapter. 10 account may be used to make grants, loans, or interagency contracts as needed to implement environmental ((and)), forest, and fish restoration 11 12 projects.
- (2) For fiscal years 1994 through 1998, at least fifty percent of 13 14 the funds in the environmental and forest restoration account shall be 15 used for environmental restoration and enhancement projects in rural 16 communities impacted by the decline in timber harvest levels as defined in chapter 50.70 RCW and that employ displaced timber workers. These 17 18 projects may include watershed restoration such as removing or 19 upgrading roads to reduce erosion and sedimentation, and improvements in forest habitat such as thinning and pruning. Beginning July 1, 20 21 1998, at least fifty percent of the funds in the environmental and 22 forest restoration account shall be used for environmental restoration 23 and enhancement projects in counties with unemployment rates above the 24 state average.
 - (3) The environmental and forest restoration account shall consist of funds appropriated by law, principal and interest from the repayment of loans granted under this chapter, and federal and other money received by the state for deposit in the account.
- 29 (4) At least ten percent of the funds distributed from the 30 environmental and forest restoration account annually shall be 31 allocated to the Washington conservation corps established under 32 chapter 43.220 RCW to employ high-risk youth on projects consistent 33 with this chapter and to fund administrative support services required 34 by the senior environmental corps established under chapter 43.63A RCW.
- 35 (5) At least five percent of the funds distributed from the 36 environmental and forest restoration account annually shall be used for 37 contracts with nonprofit corporations to fund or finance projects, 38 including those that increase private sector investments in pollution

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- 1 prevention activities and equipment and that are consistent with the 2 provisions of this section and RCW 43.21J.040.
- 3 (6) No more than five percent of the annual revenues to the 4 environmental and forest restoration account may be expended for 5 administrative purposes by any state agency or project administration; 6 however, funds expended by the Washington conservation corps shall be 7 subject solely to the limitations set forth in RCW 43.220.230.
- 8 (7) Except for essential administrative and supervisory purposes, 9 funds in the environmental and forest restoration account may not be 10 used for hiring permanent state employees.
- 11 **Sec. 4.** RCW 43.51.275 and 1995 c 211 s 7 are each amended to read 12 as follows:
- The state parks renewal and stewardship account is created in the 13 14 state treasury. Except as otherwise provided in this chapter, all 15 receipts from user fees, concessions, leases, and other state parkbased activities shall be deposited into the account. Expenditures 16 from the account may be used for operating state parks, developing and 17 18 renovating park facilities, undertaking deferred maintenance, improving 19 fish habitat, enhancing park stewardship, and other state park Expenditures from the account may be made only after 20 purposes. 21 appropriation by the legislature.
- 22 **Sec. 5.** RCW 43.51.310 and 1991 sp.s. c 13 s 6 are each amended to 23 read as follows:
- 24 There is hereby created the winter recreational program account in 25 the state treasury. Special winter recreational area parking permit 26 fees collected under this chapter shall be remitted to the state 27 treasurer to be deposited in the winter recreational program account 28 and shall be appropriated only to the commission for nonsnowmobile 29 winter recreation purposes including the administration, acquisition, development, operation, planning, and maintenance of winter recreation 30 31 facilities and the development and implementation of winter recreation, 32 safety, enforcement, ((and)) education programs, and projects that 33 benefit fish or improve fish habitat. The commission may accept gifts, grants, donations, or moneys from any source for deposit in the winter 34 35 recreational program account.
- Any public agency in this state may develop and implement winter recreation programs. The commission may make grants to public agencies

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- 1 and contract with any public or private agency or person to develop and
- 2 implement winter recreation programs.
- 3 Sec. 6. RCW 43.83A.020 and 1990 1st ex.s. c 15 s 7 are each 4 amended to read as follows:
- 5 For the purpose of providing funds for the planning, acquisition, construction, and improvement of public waste disposal facilities and 6 7 the improvement of fish and fish habitat in this state, the state 8 finance committee is authorized to issue general obligation bonds of 9 the state of Washington in the sum of one hundred ninety-five million dollars or so much thereof as may be required to finance the 10 improvements defined in this chapter and all costs incidental thereto. 11 12 As used in this section the phrase "public waste disposal facilities" shall not include the acquisition of equipment used to collect, carry, 13 14 and transport garbage. These bonds shall be paid and discharged within
- 16 Article VIII of the Constitution of the state of Washington be amended

twenty years of the date of issuance or within thirty years should

- 17 to permit such longer term. No bonds authorized by this chapter shall
- 18 be offered for sale without prior legislative appropriation of the
- 19 proceeds of such bonds to be sold.

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- 20 **Sec. 7.** RCW 43.83B.020 and 1977 ex.s. c 242 s 2 are each amended 21 to read as follows:
- 22 For the purpose of providing funds for the planning, acquisition,
- 23 construction, and improvement of water supply facilities and the
- 24 <u>improvement of fish and fish habitat</u> within the state, the state
- 25 finance committee is authorized to issue general obligation bonds of
- 26 the state of Washington in the sum of seventy-five million dollars or
- 27 so much thereof as may be required to finance the improvements defined
- 27 so madir difficult as may be required to rinaried the improvements defined
- 28 in this chapter and all costs incidental thereto. These bonds shall be
- 29 paid and discharged within twenty years of the date of issuance or
- 30 within thirty years should Article VIII of the Constitution of the
- 31 state of Washington be amended to permit such longer term. No bonds
- 32 authorized by this chapter shall be offered for sale without prior
- 33 legislative appropriation of the proceeds of such bonds to be sold.
- 34 **Sec. 8.** RCW 43.83B.355 and 1977 ex.s. c 1 s 12 are each amended to

35 read as follows:

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The state finance committee is authorized to prescribe the form of the bonds authorized in RCW 43.83B.300, the time of sale of all or any portion or portions of such bonds, and the conditions of sale and issuance thereof.

The bonds shall pledge the full faith and credit of the state of Washington and contain an unconditional promise to pay the principal and interest when due. The committee may provide that the bonds, or any of them, may be called prior to the due date thereof under such terms and conditions as it may determine. The state finance committee may authorize the use of facsimile signatures in the issuance of the bonds.

As used in RCW 43.83B.300, and 43.83B.355 through 43.83B.375, the 12 13 term "water supply facilities for water withdrawal and distribution" shall mean municipal, industrial, and agricultural water supply and 14 15 distribution systems including, but not limited to, all equipment, utilities, structures, real property, and interest in and improvements 16 on real property necessary for or incidental to the acquisition, 17 18 construction, installation, improvement, or use of any water supply or 19 distribution system furnishing water for agricultural, municipal ((or)), industrial, fishery, or fish habitat purposes. 20

- 21 **Sec. 9.** RCW 43.98B.010 and 1992 c 153 s 3 are each amended to read 22 as follows:
- The definitions set forth in this section apply throughout this chapter.

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- (1) "Basic stewardship" means the costs associated with holding and protecting property to maintain the functions for which the property was acquired. It includes, but is not limited to, costs associated with statutorily required in-lieu property taxes, weed and pest control, fire protection, fence maintenance, cultural and archaeological site protection, fish restoration efforts, basic research related to maintenance of natural area preserves and natural resource conservation areas, basic resource and environmental protection, and meeting applicable legal requirements.
- 34 (2) "Improved or developed resources" means the costs associated 35 with the built or manipulated environment. It includes, but is not 36 limited to, costs associated with maintaining buildings, grounds, 37 roads, trails, water access sites, and utility systems. Also included

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- 1 are improvements to habitat such as bank stabilization, range 2 rehabilitation, <u>fish restoration efforts</u>, and food and water sources.
- 3 (3) "Human use management" means the costs associated with visitor 4 management, education, and protection.
- 5 (4) "Administration" means state agency costs necessary to support 6 subsections (1) through (3) of this section. It includes, but is not 7 limited to, budget and accounting, personnel support services, 8 volunteer programs, and training.
- 9 **Sec. 10.** RCW 43.99.080 and 1995 c 166 s 5 are each amended to read 10 as follows:
- Moneys transferred to the recreation resource account from the 11 12 marine fuel tax refund account may be used when appropriated by the 13 legislature, as well as any federal or other funds now or hereafter available, to pay the necessary administrative and coordinative costs 14 15 of the interagency committee for outdoor recreation established by RCW All moneys so transferred, except those appropriated as 16 aforesaid, shall be divided into two equal shares and shall be used to 17 18 benefit watercraft recreation in this state as follows:
- (1) One share as grants to state agencies for (a) acquisition of title to, or any interests or rights in, marine recreation land, (b) capital improvement of marine recreation land, ((or)) (c) restoration of fish habitat, or (d) matching funds in any case where federal or other funds are made available on a matching basis for purposes described in (a) ((or (b))) through (d) of this subsection;
 - (2) One share as grants to public bodies to help finance (a) acquisition of title to, or any interests or rights in, marine recreation land, ((or)) (b) capital improvement of marine recreation land, or (c) restoration of fish habitat. A public body is authorized to use a grant, together with its own contribution, as matching funds in any case where federal or other funds are made available for purposes described in (a) ((or (b))) through (c) of this subsection. The committee may prescribe further terms and conditions for the making of grants in order to carry out the purposes of this chapter.
- 34 **Sec. 11.** RCW 46.09.020 and 1986 c 206 s 1 are each amended to read 35 as follows:

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As used in this chapter the following words and phrases have the designated meanings unless a different meaning is expressly provided or the context otherwise clearly indicates:

"Person" means any individual, firm, partnership, association, or
corporation.

"Nonhighway vehicle" means any motorized vehicle when used for recreation travel on trails and nonhighway roads or for recreation cross-country travel on any one of the following or a combination thereof: Land, water, snow, ice, marsh, swampland, and other natural terrain. Such vehicles include but are not limited to, off-road vehicles, two, three, or four-wheel vehicles, motorcycles, four-wheel drive vehicles, dune buggies, amphibious vehicles, ground effects or air cushion vehicles, and any other means of land transportation deriving motive power from any source other than muscle or wind.

Nonhighway vehicle does not include:

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- 16 (1) Any vehicle designed primarily for travel on, over, or in the 17 water;
 - (2) Snowmobiles or any military vehicles; or
- 19 (3) Any vehicle eligible for a motor vehicle fuel tax exemption or 20 rebate under chapter 82.36 RCW while an exemption or rebate is claimed.
- 21 This exemption includes but is not limited to farm, construction, and 22 logging vehicles.
- "Off-road vehicle" or "ORV" means any nonhighway vehicle when used for cross-country travel on trails or on any one of the following or a combination thereof: Land, water, snow, ice, marsh, swampland and other natural terrain.
- "ORV use permit" means a permit issued for operation of an off-road vehicle under this chapter.
- "ORV trail" means a multiple-use corridor designated and maintained for recreational travel by off-road vehicles that is not normally suitable for travel by conventional two-wheel drive vehicles and is posted or designated by the managing authority of the property that the trail traverses as permitting ORV travel.
- "ORV use area" means the entire area of a parcel of land except for camping and approved buffer areas that is posted or designated for ORV use in accordance with rules adopted by the managing authority.
- "ORV recreation facility" includes ORV trails ((and)), ORV use areas, and efforts or projects that benefit fish or fish habitat.

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- 1 "Owner" means the person other than the lienholder, having an 2 interest in or title to a nonhighway vehicle, and entitled to the use 3 or possession thereof.
- 4 "Operator" means each person who operates, or is in physical control of, any nonhighway vehicle.
- "Dealer" means a person, partnership, association, or corporation engaged in the business of selling off-road vehicles at wholesale or retail in this state.
- 9 "Department" means the department of licensing.
- 10 "Hunt" means any effort to kill, injure, capture, or purposely 11 disturb a wild animal or wild bird.
- "Nonhighway road" means any road owned or managed by a public agency, or any private road for which the owner has granted a permanent easement for public use of the road, other than a highway generally capable of travel by a conventional two-wheel drive passenger automobile during most of the year and in use by such vehicles and that is not built or maintained with appropriations from the motor vehicle fund.
- "Highway," for the purpose of this chapter only, means the entire width between the boundary lines of every way publicly maintained by the state department of transportation or any county or city when any part thereof is generally open to the use of the public for purposes of vehicular travel as a matter of right.
- "Organized competitive event" means any competition, advertised in advance through written notice to organized clubs or published in local newspapers, sponsored by recognized clubs, and conducted at a predetermined time and place.
- 28 **Sec. 12.** RCW 46.68.070 and 1972 ex.s. c 103 s 6 are each amended 29 to read as follows:
- 30 There is created in the state treasury a permanent fund to be known as the motor vehicle fund to the credit of which shall be deposited all moneys directed by law to be deposited therein. This fund shall be for the use of the state, and through state agencies, for the use of counties, cities, and towns for proper road, street, and highway purposes, including the purposes of RCW 47.30.030, and environmental mitigation activities that benefit fish or fish habitat resulting from
- 37 any road, street, and highway purposes.

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1 **Sec. 13.** RCW 47.26.080 and 1994 c 179 s 8 are each amended to read 2 as follows:

3 There is hereby created in the motor vehicle fund the urban 4 arterial trust account. The intent of the urban arterial trust account 5 program is to improve the urban arterial street system of the state by improving mobility and safety while supporting an environment essential 6 7 to the quality of life of the citizens of the state of Washington. To be eligible to receive these funds, a project must be consistent with 8 9 the Growth Management Act, the Clean Air Act including conformity, and 10 the Commute Trip Reduction Law. The project shall consider safety, mobility, and physical characteristics of the roadway and must be 11 12 partially funded by local government.

13 All moneys deposited in the motor vehicle fund to be credited to the urban arterial trust account shall be expended for the construction 14 15 and improvement of city arterial streets and county arterial roads 16 within urban areas, for environmental mitigation activities that benefit fish or fish habitat resulting from arterial streets and roads, 17 for expenses of the transportation improvement board in accordance with 18 19 RCW 47.26.140, or for the payment of principal or interest on bonds 20 issued for the purpose of constructing or improving city arterial streets and county arterial roads within urban areas, or for 21 reimbursement to the state, counties, cities, and towns in accordance 22 23 with RCW 47.26.4252 and 47.26.4254, the amount of any payments made on 24 principal or interest on urban arterial trust account bonds from motor 25 vehicle or special fuel tax revenues which were distributable to the 26 state, counties, cities, and towns.

The board shall not allocate funds, nor make payments of the funds under RCW 47.26.260, to any county, city, or town identified by the governor under RCW 36.70A.340.

30 **Sec. 14.** RCW 47.60.505 and 1986 c 66 s 9 are each amended to read 31 as follows:

There is hereby created in the motor vehicle fund the Puget Sound capital construction account. All moneys hereafter deposited in said account shall be used by the department of transportation for:

- 35 (1) Reimbursing the motor vehicle fund for all transfers therefrom 36 made in accordance with RCW 47.60.620; and
- 37 (2) Improving the Washington state ferry system including, but not 38 limited to, vessel acquisition, vessel construction, major and minor

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1 vessel improvements, terminal construction and improvements, 2 environmental mitigation activities that benefit fish or fish habitat,

3 and reconstruction or replacement of, and improvements to, the Hood

4 Canal bridge, reimbursement of the motor vehicle fund for any state

5 funds, other than insurance proceeds, expended therefrom for

6 reconstruction or replacement of and improvements to the Hood Canal

7 bridge, pursuant to proper appropriations: PROVIDED, That any funds

8 accruing to the Puget Sound capital construction account after June 30,

9 1979, which are not required to reimburse the motor vehicle fund

10 pursuant to RCW 47.60.620 as such obligations come due nor are required

11 for capital improvements of the Washington state ferries pursuant to

12 appropriations therefor shall from time to time as shall be determined

13 by the department of transportation be transferred by the state

14 treasurer to the Puget Sound ferry operations account in the motor

15 vehicle fund.

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(3) The department may pledge any moneys in the Puget Sound capital construction account or to be deposited in that account to guarantee the payment of principal or interest on bonds issued to refund the outstanding 1955 Washington state ferry system refunding bonds and the 1957 ferry and Hood Canal bridge revenue bonds.

The department may further pledge moneys in the Puget Sound capital construction account to meet any sinking fund requirements or reserves established by the department with respect to any bond issues provided for in this section.

To the extent of any pledge authorized in this section, the department shall use the first moneys available in the Puget Sound capital construction account to meet such obligations as they arise, and shall maintain a balance of not less than one million dollars in the account for this purpose.

30 (4) The treasurer shall never transfer any moneys from the Puget 31 Sound capital construction account for use by the department for state highway purposes so long as there is due and unpaid any obligations for 32 payment of principal, interest, sinking funds, or reserves as required 33 by any pledge of the Puget Sound capital construction account. 34 35 Whenever the department has pledged any moneys in the account for the purposes authorized in this section, the state agrees to continue to 36 37 deposit in the Puget Sound capital construction account the motor vehicle fuel taxes and special fuel taxes as provided in RCW 82.36.020 38 39 and 82.38.290 and further agrees that, so long as there exists any

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- 1 outstanding obligations pursuant to such pledge, to continue to impose 2 such taxes.
- 3 (5) Funds in the Puget Sound capital construction account of the 4 motor vehicle fund that are not required by the department for payment 5 of principal or interest on bond issues or for any of the other 6 purposes authorized in this chapter may be invested by the department 7 in bonds and obligations of the nature eligible for the investment of 8 current state funds as provided in RCW 43.84.080.
- 9 **Sec. 15.** RCW 47.60.645 and 1995 2nd sp.s. c 14 s 558 are each 10 amended to read as follows:
- There is hereby established in the transportation fund the passenger ferry account. Money in the account shall be used for capital improvements for passenger ferry projects including, but not limited to, pedestrian and transit facilities at ferry terminals and passenger-only ferry vessels, and environmental mitigation activities that benefit fish or fish habitat. Moneys in the account shall be expended with legislative appropriation.
- 18 **Sec. 16.** RCW 70.105D.070 and 1997 c 406 s 5 are each amended to 19 read as follows:
- 20 (1) The state toxics control account and the local toxics control account are hereby created in the state treasury.

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- (2) The following moneys shall be deposited into the state toxics control account: (a) Those revenues which are raised by the tax imposed under RCW 82.21.030 and which are attributable to that portion of the rate equal to thirty-three one-hundredths of one percent; (b) the costs of remedial actions recovered under this chapter or chapter 70.105A RCW; (c) penalties collected or recovered under this chapter; and (d) any other money appropriated or transferred to the account by the legislature. Moneys in the account may be used only to carry out the purposes of this chapter, including but not limited to the following activities:
- (i) The state's responsibility for hazardous waste planning, management, regulation, enforcement, technical assistance, and public ducation required under chapter 70.105 RCW;
- (ii) The state's responsibility for solid waste planning, management, regulation, enforcement, technical assistance, and public ducation required under chapter 70.95 RCW;

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- 1 (iii) The hazardous waste cleanup program required under this 2 chapter;
 - (iv) State matching funds required under the federal cleanup law;
- 4 (v) Financial assistance for local programs in accordance with 5 chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;
- 6 (vi) State government programs for the safe reduction, recycling, 7 or disposal of hazardous wastes from households, small businesses, and 8 agriculture;
- 9 (vii) Hazardous materials emergency response training;
- 10 (viii) Water and environmental health protection, including
 11 mitigation actions that benefit fish or fish habitat, and monitoring
 12 programs;
- 13 (ix) Programs authorized under chapter 70.146 RCW;
- 14 (x) A public participation program, including regional citizen 15 advisory committees;
- (xi) Public funding to assist potentially liable persons to pay for the costs of remedial action in compliance with cleanup standards under RCW 70.105D.030(2)(e) but only when the amount and terms of such funding are established under a settlement agreement under RCW 70.105D.040(4) and when the director has found that the funding will achieve both (A) a substantially more expeditious or enhanced cleanup
- 22 than would otherwise occur, and (B) the prevention or mitigation of
- 23 unfair economic hardship; and

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- (xii) Development and demonstration of alternative management technologies designed to carry out the top two hazardous waste management priorities of RCW 70.105.150.
- 27 (3) The following moneys shall be deposited into the local toxics 28 control account: Those revenues which are raised by the tax imposed 29 under RCW 82.21.030 and which are attributable to that portion of the 30 rate equal to thirty-seven one-hundredths of one percent.
- (a) Moneys deposited in the local toxics control account shall be used by the department for grants or loans to local governments for the following purposes in descending order of priority: (i) Remedial actions, including mitigation actions that benefit fish or fish habitat; (ii) hazardous waste plans and programs under chapter 70.105 RCW; and (iii) solid waste plans and programs under chapters 70.95, 70.95C, 70.95I, and 70.105 RCW. Funds for plans and programs shall be
- 38 allocated consistent with the priorities and matching requirements
- 39 established in chapters 70.105, 70.95C, 70.95I, and 70.95 RCW.

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- 1 (b) Funds may also be appropriated to the department of health to 2 implement programs to reduce testing requirements under the federal 3 safe drinking water act for public water systems. The department of 4 health shall reimburse the account from fees assessed under RCW 5 70.119A.115 by June 30, 1995.
- 6 (4) Except for unanticipated receipts under RCW 43.79.260 through 7 43.79.282, moneys in the state and local toxics control accounts may be 8 spent only after appropriation by statute.
- 9 (5) One percent of the moneys deposited into the state and local 10 toxics control accounts shall be allocated only for participation grants to persons who may be adversely affected by a 11 release or threatened release of a hazardous substance and to not-for-12 13 profit public interest organizations. The primary purpose of these grants is to facilitate the participation by persons and organizations 14 15 in the investigation and remedying of releases or threatened releases 16 of hazardous substances and to implement the state's solid and 17 hazardous waste management priorities. No grant may exceed sixty thousand dollars. Grants may be renewed annually. Moneys appropriated 18 19 for public participation from either account which are not expended at 20 the close of any biennium shall revert to the state toxics control 21 account.
- 22 (6) No moneys deposited into either the state or local toxics 23 control account may be used for solid waste incinerator feasibility 24 studies, construction, maintenance, or operation.
- 25 (7) The department shall adopt rules for grant or loan issuance and 26 performance.
- 27 **Sec. 17.** RCW 70.146.030 and 1996 c 37 s 2 are each amended to read 28 as follows:
- 29 (1) The water quality account is hereby created in the state 30 Moneys in the account may be used only in a manner consistent with this chapter. Moneys deposited in the account shall be 31 administered by the department of ecology and shall be subject to 32 33 legislative appropriation. Moneys placed in the account shall include 34 tax receipts as provided in RCW 82.24.027, 82.26.025, and 82.32.390, principal and interest from the repayment of any loans granted pursuant 35 36 to this chapter, and any other moneys appropriated to the account by 37 the legislature.

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- (2) The department may use or permit the use of any moneys in the 1 account to make grants or loans to public bodies, including grants to 2 public bodies as cost-sharing moneys in any case where federal, local, 3 4 or other funds are made available on a cost-sharing basis, for water pollution control facilities and activities, for facilities or 5 activities that benefit fisheries or improve fish habitat, or for 6 7 purposes of assisting a public body to obtain an ownership interest in 8 water pollution control facilities and/or to defray a part of the 9 payments made by a public body to a service provider under a service 10 agreement entered into pursuant to RCW 70.150.060, within the purposes of this chapter and for related administrative expenses. No more than 11 12 three percent of the moneys deposited in the account may be used by the 13 department to pay for the administration of the grant and loan program authorized by this chapter. 14
- (3) Beginning with the biennium ending June 30, 1997, the 15 16 department shall present a biennial progress report on the use of moneys from the account to the chairs of the senate committee on ways 17 and means and the house of representatives committee on appropriations. 18 19 The first report is due June 30, 1996, and the report for each 20 succeeding biennium is due December 31 of the odd-numbered year. report shall consist of a list of each recipient, project description, 21 and amount of the grant, loan, or both. 22
- 23 (4) During the fiscal biennium ending June 30, 1997, moneys in the 24 account may be transferred by the legislature to the water right permit 25 processing account.
- 26 **Sec. 18.** RCW 70.95.800 and 1993 c 130 s 2 are each amended to read 27 as follows:
- The solid waste management account is created in the state treasury. Moneys in the account may only be spent after appropriation.
- 30 Expenditures from the account may only be used to:
- 31 (1) Review and approve local solid waste management plans;
- 32 (2) Provide grants to local governments for the purpose of 33 developing and implementing the waste reduction and recycling element 34 of local solid waste management plans;
- 35 (3) Provide grants to local governments to enhance markets for 36 recycled content products and to develop programs for procurement of 37 recycled content products;

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- 1 (4) Provide grants to local governments for the proper disposal of 2 household used oil collected at a used oil collection facility and 3 contaminated without knowledge of the operator of the facility;
- 4 (5) Provide technical assistance to local governments in developing and implementing local solid waste management plans and 6 programs;
- 7 (6) Evaluate and assess progress of state and local jurisdictions 8 and private industry toward achieving the goals of this chapter;
- 9 (7) Conduct necessary research and studies to assess the 10 feasibility of new technologies or other solid waste management 11 activities to carry out the purposes of this chapter; and
- 12 (8) ((Administer and collect the tax imposed in RCW 82.18.100))
 13 Provide projects and activities that benefit fish or fish habitat.
- 14 **Sec. 19.** RCW 76.12.110 and 1988 c 128 s 31 are each amended to 15 read as follows:
- 16 There is created a forest development account in the state The state treasurer shall keep an account of all sums 17 18 deposited therein and expended or withdrawn therefrom. Any sums placed in the account shall be pledged for the purpose of paying interest and 19 principal on the bonds issued by the department, ((and)) for the 20 purchase of land for growing timber, and for projects that benefit fish 21 or improve fish habitat. Any bonds issued shall constitute a first and 22 23 prior claim and lien against the account for the payment of principal 24 and interest. No sums for the above purposes shall be withdrawn or 25 paid out of the account except upon approval of the department.
- Appropriations may be made by the legislature from the forest 26 27 development account to the department for the purpose of carrying on the activities of the department on state forest lands, lands managed 28 29 on a sustained yield basis as provided for in RCW 79.68.040, ((and)) 30 for reimbursement of expenditures that have been made or may be made from the resource management cost account in the management of state 31 forest lands, and for projects that benefit fish or improve fish 32 33 <u>habitat</u>.
- 34 **Sec. 20.** RCW 77.12.020 and 1994 c 264 s 53 are each amended to 35 read as follows:
- 36 (1) The director shall investigate the habits and distribution of 37 the various species of wildlife native to or adaptable to the habitats

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- 1 of the state. The commission shall determine whether a species should
- 2 be managed by the department and, if so, classify it under this
- 3 section.
- 4 (2) The commission may classify by rule wild animals as game
- 5 animals and game animals as fur-bearing animals.
- 6 (3) The commission may classify by rule wild birds as game birds or 7 predatory birds. All wild birds not otherwise classified are protected
- 8 wildlife.
- 9 (4) In addition to those species listed in RCW 77.08.020, the
- 10 commission may classify by rule as game fish other species of the class
- 11 Osteichthyes that are commonly found in fresh water ((except))
- 12 <u>including</u> those classified as food fish by the director.
- 13 (5) The director may recommend to the commission that a species of
- 14 wildlife should not be hunted or fished. The commission may designate
- 15 species of wildlife as protected.
- 16 (6) If the director determines that a species of wildlife is
- 17 seriously threatened with extinction in the state of Washington, the
- 18 director may request its designation as an endangered species. The
- 19 commission may designate an endangered species.
- 20 (7) If the director determines that a species of the animal
- 21 kingdom, not native to Washington, is dangerous to the environment or
- 22 wildlife of the state, the director may request its designation as
- 23 deleterious exotic wildlife. The commission may designate deleterious
- 24 exotic wildlife.
- 25 **Sec. 21.** RCW 78.44.045 and 1993 c 518 s 10 are each amended to
- 26 read as follows:
- The surface mining reclamation account is created in the state
- 28 treasury. Annual mining fees, funds received by the department from
- 29 state, local, or federal agencies for research purposes, as well as
- 30 other mine-related funds and fines received by the department shall be
- 31 deposited into this account. The surface mine reclamation account may
- 32 be used by the department only to:
- 33 (1) Administer its regulatory program pursuant to this chapter;
- 34 (2) Undertake research relating to surface mine regulation,
- 35 reclamation of surface mine lands, and related issues; ((and))
- 36 (3) Cover costs arising from appeals from determinations made under
- 37 this chapter; and
- 38 (4) Undertake projects that benefit fish or improve fish habitat.

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- Fines, interest, and other penalties collected by the department under the provisions of this chapter shall be used to reclaim surface mines abandoned prior to 1971.
- 4 **Sec. 22.** RCW 79.24.580 and 1997 c 149 s 913 are each amended to 5 read as follows:
- After deduction for management costs as provided in RCW 79.64.040 6 7 and payments to towns under RCW 79.92.110(2), all moneys received by 8 the state from the sale or lease of state-owned aquatic lands and from 9 the sale of valuable material from state-owned aquatic lands shall be deposited in the aquatic lands enhancement account which is hereby 10 created in the state treasury. After appropriation, these funds shall 11 12 be used solely for aquatic lands enhancement projects; for the purchase, improvement, or protection of aquatic lands for public 13 14 purposes; for providing and improving access to such lands; ((and)) for 15 volunteer cooperative ((fish and)) game projects; and for projects that benefit fish or improve fish habitat. During the fiscal biennium 16 ending June 30, 1999, the funds may be appropriated for boating safety, 17 18 shellfish management, enforcement, and enhancement and for developing 19 and implementing plans for population monitoring and restoration of native wild salmon stock. 20
- 21 **Sec. 23.** RCW 79.64.020 and 1993 c 460 s 1 are each amended to read 22 as follows:
- 23 A resource management cost account in the state treasury is hereby 24 created to be used solely for the purpose of defraying the costs and 25 expenses necessarily incurred by the department in managing and administering public lands and the making and administering of leases, 26 27 sales, contracts, licenses, permits, easements, ((and)) rights of way 28 as authorized under the provisions of this title, and for projects that 29 benefit fish or improve fish habitat. Appropriations from the account to the department shall be expended for no other purposes. 30 31 the account may be appropriated or transferred by the legislature for 32 the benefit of all of the trusts from which the funds were derived.
- 33 **Sec. 24.** RCW 79.71.090 and 1991 sp.s. c 13 s 118 are each amended to read as follows:
- There is hereby created the natural resources conservation areas stewardship account in the state treasury to ensure proper and

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- continuing management of land acquired or designated pursuant to this 1 2 Funds for the stewardship account shall be derived from appropriations of state general funds, federal funds, 3 4 donations, gifts, bond issue receipts, securities, and other monetary 5 instruments of value. Income derived from the management of natural resources conservation areas also be 6 shall deposited in this 7 stewardship account.
- 8 Appropriations from this account to the department shall be 9 expended for no other purpose than the following: (1) To manage the 10 areas approved by the legislature in fulfilling the purposes of this chapter; (2) to manage property acquired as natural area preserves 11 12 under chapter 79.70 RCW; (3) to manage property transferred under the 13 authority and appropriation provided by the legislature to be managed under chapter 79.70 RCW or this chapter or acquired under chapter 14 15 43.98A RCW; ((and)) (4) to pay for operating expenses for the natural 16 heritage program under chapter 79.70 RCW; and (5) to benefit fish or 17 improve fish habitat.
- 18 **Sec. 25.** RCW 79.90.555 and 1991 sp.s. c 13 s 63 are each amended 19 to read as follows:
- The aquatic land dredged material disposal site account is hereby 20 established in the state treasury. The account shall consist of funds 21 appropriated to the account; funds transferred or paid to the account 22 23 pursuant to settlements; court or administrative agency orders or 24 judgments; gifts and grants to the account; and all funds received by 25 the department of natural resources from users of aquatic land dredged material disposal sites. After appropriation, moneys in the fund may 26 27 be spent only for the management and environmental monitoring of aquatic land dredged material disposal sites and for projects that 28 benefit fish or improve fish habitat. The account is subject to the 29 allotment procedure provided under chapter 43.88 RCW. 30
- 31 **Sec. 26.** RCW 82.44.180 and 1995 c 269 s 2601 are each amended to 32 read as follows:
- 33 (1) The transportation fund is created in the state treasury.
 34 Revenues under RCW 82.44.020 (1) and (2), 82.44.110, 82.44.150, and the
 35 surcharge under RCW 82.50.510 shall be deposited into the fund as
 36 provided in those sections.

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- 1 Moneys in the fund may be spent only after appropriation.
- 2 Expenditures from the fund may be used only for transportation purposes
- 3 and activities, including environmental mitigation activities that
- 4 benefit fish or improve fish habitat, and operations of the Washington
- 5 state patrol not directly related to the policing of public highways
- 6 and that are not authorized under Article II, section 40 of the state
- 7 Constitution.
- 8 (2) There is hereby created the central Puget Sound public
- 9 transportation account within the transportation fund. Moneys
- 10 deposited into the account under RCW 82.44.150(2)(b) shall be
- 11 appropriated to the transportation improvement board and allocated by
- 12 the transportation improvement board to environmental mitigation
- 13 <u>activities that benefit fish or fish habitat and</u> to public
- 14 transportation projects within the region from which the funds are
- 15 derived, solely for:
- 16 (a) Planning;
- 17 (b) Development of capital projects;
- 18 (c) Development of high capacity transportation systems as defined
- 19 in RCW 81.104.015;
- 20 (d) Development of high occupancy vehicle lanes and related
- 21 facilities as defined in RCW 81.100.020; and
- (e) Public transportation system contributions required to fund
- 23 projects under federal programs and those approved by the
- 24 transportation improvement board from other fund sources.
- 25 (3) There is hereby created the public transportation systems
- 26 account within the transportation fund. Moneys deposited into the
- 27 account under RCW 82.44.150(2)(c) shall be appropriated to the
- 28 transportation improvement board and allocated by the transportation
- 29 improvement board to environmental mitigation activities that benefit
- 30 <u>fish or fish habitat and</u> to public transportation projects submitted by
- 31 the public transportation systems from which the funds are derived,
- 32 solely for:
- 33 (a) Planning;
- 34 (b) Development of capital projects;
- 35 (c) Development of high capacity transportation systems as defined
- 36 in RCW 81.104.015;
- 37 (d) Development of high occupancy vehicle lanes and related
- 38 facilities as defined in RCW 81.100.020;

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- 1 (e) Other public transportation system-related roadway projects on 2 state highways, county roads, or city streets; and
- 3 (f) Public transportation system contributions required to fund 4 projects under federal programs and those approved by the 5 transportation improvement board from other fund sources.
- 6 **Sec. 27.** RCW 86.26.090 and 1991 c 322 s 7 are each amended to read 7 as follows:
- 8 The state shall participate with eligible local authorities in 9 maintaining and restoring the normal and reasonably stable river and stream channel alignment and the normal and reasonably stable river and 10 11 stream channel capacity for carrying off flood waters with a minimum of 12 damage from bank erosion or overflow of adjacent lands and property; and in restoring, maintaining, and repairing natural conditions, works, 13 14 and structures for the maintenance of such conditions. 15 participation in the repair of flood control facilities may include the enhancement of such facilities. The state shall likewise participate 16 in the restoration and maintenance of natural conditions including fish 17 18 habitat, works, or structures for the protection of lands and other 19 property from inundation or other damage by the sea or other bodies of water. Funds from the flood control assistance account shall not be 20 21 available for maintenance of works or structures maintained solely for 22 the detention or storage of flood waters.
- 23 **Sec. 28.** RCW 90.48.400 and 1994 c 264 s 93 are each amended to 24 read as follows:
- 25 (1) Moneys in the coastal protection fund shall be disbursed for 26 the following purposes and no others:
- 27 (a) Environmental restoration and enhancement projects intended to
 28 <u>improve fish or fish habitat and to</u> restore or enhance environmental,
 29 recreational, archaeological, or aesthetic resources for the benefit of
 30 Washington's citizens;
 - (b) Investigations of the long-term effects of oil spills; and
- 32 (c) Development and implementation of an aquatic land geographic 33 information system.
- 34 (2) The director may allocate a portion of the fund to be devoted 35 to research and development in the causes, effects, and removal of 36 pollution caused by the discharge of oil or other hazardous substances.

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- 1 (3) A steering committee consisting of representatives of the 2 departments of ecology, fish and wildlife, and natural resources, and 3 the parks and recreation commission shall authorize the expenditure of 4 the moneys collected under RCW 90.48.366 through 90.48.368, after 5 consulting impacted local agencies and local and tribal governments.
- 6 (4) Agencies may not be reimbursed from the coastal protection fund 7 for the salaries and benefits of permanent employees for routine 8 operational support. Agencies may only be reimbursed under this 9 section if money for reconnaissance and damage assessment activities is 10 unavailable from other sources.
- 11 **Sec. 29.** RCW 90.50A.030 and 1996 c 37 s 4 are each amended to read 12 as follows:
- 13 The department of ecology shall use the moneys in the water 14 pollution control revolving fund to provide financial assistance as 15 provided in the water quality act of 1987:
 - (1) To make loans, on the condition that:

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- 17 (a) Such loans are made at or below market interest rates, 18 including interest free loans, at terms not to exceed twenty years;
- (b) Annual principal and interest payments will commence not later than one year after completion of any project and all loans will be fully amortized not later then twenty years after project completion;
- (c) The recipient of a loan will establish a dedicated source of revenue for repayment of loans; and
- 24 (d) The fund will be credited with all payments of principal and 25 interest on all loans.
 - (2) Loans may be made for the following purposes:
- 27 (a) To public bodies for the construction or replacement of water 28 pollution control facilities as defined in section 212 of the federal 29 water quality act of 1987;
- 30 (b) For the implementation of a management program established 31 under section 319 of the federal water quality act of 1987 relating to 32 the management of nonpoint sources of pollution, subject to the 33 requirements of that act; ((and))
- 34 (c) For development and implementation of a conservation and 35 management plan under section 320 of the federal water quality act of 36 1987 relating to the national estuary program, subject to the 37 requirements of that act; and
 - (d) To provide projects and activities for fish and fish habitat.

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- 1 (3) The department may also use the moneys in the fund for the 2 following purposes:
- 3 (a) To buy or refinance the water pollution control facilities' 4 debt obligations of public bodies at or below market rates, if such 5 debt was incurred after March 7, 1985;
- 6 (b) To guarantee, or purchase insurance for, public body
 7 obligations for water pollution control facility construction or
 8 replacement or activities if the guarantee or insurance would improve
 9 credit market access or reduce interest rates, or to provide loans to
 10 a public body for this purpose;
- 11 (c) As a source of revenue or security for the payment of principal 12 and interest on revenue or general obligation bonds issued by the state 13 if the proceeds of the sale of such bonds will be deposited in the 14 fund;
- 15 (d) To earn interest on fund accounts; ((and))
- 16 (e) To pay the expenses of the department in administering the 17 water pollution control revolving fund according to administrative 18 reserves authorized by federal and state law; and
- 19 <u>(f) To provide projects and activities for fish and fish habitat.</u>
- (4) Beginning with the biennium ending June 30, 1997, the 20 department shall present a biennial progress report on the use of 21 moneys from the account to the chairs of the senate committee on ways 22 and means and the house of representatives committee on appropriations. 23 24 The first report is due June 30, 1996, and the report for each 25 succeeding biennium is due December 31 of the odd-numbered year. 26 report shall consist of a list of each recipient, project description, 27 and amount of the grant, loan, or both.
- 28 (5) The department may not use the moneys in the water pollution 29 control revolving fund for grants.

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