

1 **Sec. 102.** 2007 c 518 s 102 (uncodified) is amended to read as
2 follows:

3 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

4	Motor Vehicle Account--State Appropriation	((\$3,054,000))
5		<u>\$3,177,000</u>
6	Puget Sound Ferry Operations Account--State	
7	Appropriation	\$100,000
8	TOTAL APPROPRIATION	((\$3,154,000))
9		<u>\$3,277,000</u>

10 The appropriations in this section are subject to the following
11 conditions and limitations:

12 (1) \$2,545,000 of the motor vehicle account--state appropriation is
13 provided solely for the office of regulatory assistance integrated
14 permitting project.

15 (2) \$75,000 of the motor vehicle account state appropriation is
16 provided solely to address transportation budget and reporting
17 requirements.

18 (3) For the transportation projects funded by the nickel and
19 transportation partnership accounts, the office of financial
20 management's budget instructions for the 2009-11 biennium must
21 incorporate project and system performance measures, including
22 committed budget, schedule and quality measures, and transportation
23 system targets phased with project completion. The legislature intends
24 that the budget instructions will support a process that reflects the
25 following:

26 (a) For projects in preliminary design, legislative approval of
27 scope, budget, and schedule, and a commitment by the department of
28 transportation to the approved scope, budget, and schedule;

29 (b) For projects in phases beyond preliminary design, department
30 performance reporting of standard measures of project productivity
31 according to earned value accounting as follows:

32 (i) Earned budget at each quarter compared to expected budget;

33 (ii) Earned schedule at each quarter compared to expected schedule;

34 (iii) Earned performance compared to expected performance; and

35 (c) A process feeding back the results of project performance to
36 improve project management and department productivity over time.

\$340,000

~~((The appropriation in this section is subject to the following conditions and limitations: The entire appropriation is provided solely for staffing costs to be dedicated to state transportation activities. Staff hired to support transportation activities must have practical experience with complex construction projects.))~~

TRANSPORTATION AGENCIES--OPERATING

Sec. 201. 2007 c 518 s 201 (uncodified) is amended to read as follows:

FOR THE WASHINGTON TRAFFIC SAFETY COMMISSION

Highway Safety Account--State Appropriation	((\$2,609,000))
	<u>\$2,605,000</u>
Highway Safety Account--Federal Appropriation	((\$15,880,000))
	<u>\$15,849,000</u>
School Zone Safety Account--State Appropriation	\$3,300,000
TOTAL APPROPRIATION	((\$21,789,000))
	<u>\$21,754,000</u>

Sec. 202. 2007 c 518 s 202 (uncodified) is amended to read as follows:

FOR THE COUNTY ROAD ADMINISTRATION BOARD

Rural Arterial Trust Account--State Appropriation	((\$907,000))
	<u>\$901,000</u>
Motor Vehicle Account--State Appropriation	((\$2,075,000))
	<u>\$2,060,000</u>
County Arterial Preservation Account--State Appropriation	((\$1,399,000))
	<u>\$1,389,000</u>
TOTAL APPROPRIATION	((\$4,381,000))
	<u>\$4,350,000</u>

The appropriations in this section are subject to the following conditions and limitations: \$481,000 of the county arterial preservation account--state appropriation is provided solely for continued development and implementation of a maintenance management system to manage county transportation assets.

1 (a) Implementing the recommendations of Engrossed Substitute House
2 Bill No. 2358 (regarding state ferries). As directed by Engrossed
3 Substitute House Bill No. 2358, the committee work group shall
4 participate in and provide a review of the following:

5 (i) The Washington transportation commission's development and
6 interpretation of a survey of ferry customers;

7 (ii) The department of transportation's analysis and
8 reestablishment of vehicle level of service standards. In
9 reestablishing the standards, consideration must be given to whether
10 boat wait is the appropriate measure;

11 (iii) The department's development of pricing policy proposals. In
12 developing these policies, the policy, in effect on some routes, of
13 collecting fares in only one direction must be evaluated to determine
14 whether one-way fare pricing best serves the ferry system;

15 (iv) The department's development of operational strategies;

16 (v) The department's development of terminal design standards; and

17 (vi) The department's development of a long-range capital plan;

18 (b) Reviewing the following Washington state ferry programs:

19 (i) Ridership demand forecast;

20 (ii) Updated life cycle cost model, as directed by Engrossed
21 Substitute House Bill No. 2358;

22 (iii) Administrative operating costs, nonlabor and nonfuel
23 operating costs, Eagle Harbor maintenance facility program and
24 maintenance costs, administrative and systemwide capital costs, and
25 vessel preservation costs; and

26 (iv) The Washington state ferries' proposed capital cost allocation
27 plan methodology, as described in Engrossed Substitute House Bill No.
28 2358;

29 (c) Making recommendations regarding:

30 (i) The most efficient timing and sizing of future vessel
31 acquisitions beyond those currently authorized by the legislature.
32 Vessel acquisition recommendations must be based on the ridership
33 projections, level of service standards, and operational and pricing
34 strategies reviewed by the committee and must include the impact of
35 those recommendations on the timing and size of terminal capital
36 investments and the state ferries' long range operating and capital
37 finance plans; and

1 (ii) Capital financing strategies for consideration in the 2009
2 legislative session. This work must include confirming the
3 department's estimate of future capital requirements based on a long
4 range capital plan and must include the department's development of a
5 plan for codevelopment and public private partnership opportunities at
6 public ferry terminals; and

7 (d) Evaluate the capital cost allocation plan methodology developed
8 by the department to implement Engrossed Substitute House Bill No.
9 2358.

10 (2) \$250,000 of the motor vehicle account--state appropriation and
11 \$250,000 of the multimodal transportation account--state appropriation
12 are for the continuing implementation of (~~Substitute Senate Bill No.~~
13 ~~5207~~) chapter 514, Laws of 2007.

14 (3) \$300,000 of the multimodal transportation account--state
15 appropriation is for implementing Substitute House Bill No. 1694
16 (coordinated transportation). If Substitute House Bill No. 1694 is not
17 enacted by June 30, 2007, the amount provided in this subsection shall
18 lapse.

19 (4) \$150,000 of the motor vehicle account--state appropriation is
20 for the Puget Sound regional council to conduct a pilot program for
21 multimodal concurrency analysis. This pilot program will analyze total
22 trip needs for a regional growth center based on adopted land use
23 plans, identify the number of trips which can be accommodated by
24 planned roadway, transit service, and nonmotorized investments, and
25 identify gaps for trips that cannot be served and strategies to fill
26 those gaps. The purpose of this pilot is to demonstrate how this type
27 of multimodal concurrency analysis can be used to broaden and
28 strengthen local concurrency programs.

29 **Sec. 206.** 2007 c 518 s 206 (uncodified) is amended to read as
30 follows:

31 **FOR THE TRANSPORTATION COMMISSION**

32 Motor Vehicle Account--State Appropriation	((\$2,276,000))
	<u>\$2,369,000</u>
34 Multimodal Transportation Account--State Appropriation . . .	\$112,000
35 TOTAL APPROPRIATION	((\$2,388,000))
	<u>\$2,481,000</u>

36

1 The appropriations in this section are subject to the following
2 conditions and limitations:

3 (1) \$350,000 of the motor vehicle account--state appropriation is
4 provided solely for the commission to conduct a survey of ferry
5 customers as described in Engrossed Substitute House Bill No. 2358.
6 Development and interpretation of the survey must be done with
7 participation of the joint transportation committee work group
8 established in section 205(1) of this act.

9 (2) (~~(\$100,000)~~) \$200,000 of the motor vehicle account--state
10 appropriation is provided solely for a study to identify and evaluate
11 long-term financing alternatives for the Washington state ferry system.
12 The study shall incorporate the findings of the initial survey
13 described in subsection (1) of this section, and shall consider the
14 potential for state, regional, or local financing options. (~~The~~
15 ~~commission shall submit a draft final report of its findings and~~
16 ~~recommendations to the transportation committees of the legislature no~~
17 ~~later than December 2008)) The study will identify and model up to five
18 feasible funding sources to be used for establishing a blueprint for a
19 solid financial plan incorporating the recommendations of the joint
20 transportation financing study. The commission shall establish a work
21 group comprised of commission members, an appointee by the governor,
22 and appointees of the house of representatives and senate
23 transportation committees to assist in the commission's work. The work
24 group shall report the progress of its tasks to the transportation
25 committees of the legislature by December 31, 2008.~~

26 (3) The commission shall conduct a planning grade tolling study
27 that is based on the recommended policies in the commission's
28 comprehensive tolling study submitted September 20, 2006.

29 (4) Pursuant to 43.135.055, during the 2007-09 fiscal biennium, the
30 transportation commission shall establish, periodically review, and, if
31 necessary, modify a schedule of toll charges, with a maximum allowable
32 charge of \$9.00, applicable to the state route 167 high-occupancy toll
33 lane pilot project, as required by RCW 47.56.403.

34 (5) The transportation commission shall consider revisions to the
35 toll rates and other user fees for the Tacoma Narrows Bridge. This
36 review shall ensure that the revenues are sufficient to: (a) Meet the
37 operating costs of the eligible toll facilities, including necessary
38 maintenance, preservation, toll collection, administration, and toll

1 enforcement by public law enforcement; (b) meet obligations for the
2 repayment of debt and interest on the eligible toll facilities, and any
3 other associated financing costs including, but not limited to,
4 required reserves, minimum debt coverage or other appropriate
5 contingency funding, and insurance; and (c) meet any other obligations
6 of the tolling authority. A report on this review shall be submitted
7 to the legislature by September 30, 2008.

8 **Sec. 207.** 2007 c 518 s 207 (uncodified) is amended to read as
9 follows:

10 **FOR THE FREIGHT MOBILITY STRATEGIC INVESTMENT BOARD**

11 Motor Vehicle Account--State Appropriation ((~~\$695,000~~))
12 \$692,000

13 The appropriation in this section is subject to the following
14 conditions and limitations:

15 (1) The freight mobility strategic investment board shall, on a
16 quarterly basis, provide status reports to the office of financial
17 management and the transportation committees of the legislature on the
18 delivery of projects funded by this act.

19 (2) The freight mobility strategic investment board and the
20 department of transportation shall collaborate to submit a report to
21 the office of financial management and the transportation committees of
22 the legislature by September 1, 2008, listing proposed freight highway
23 and rail projects. The report must describe the analysis used for
24 selecting such projects, as required by chapter 47.06A RCW for the
25 board and as required by this act for the department. When developing
26 its list of proposed freight highway and rail projects, the freight
27 mobility strategic investment board shall use the priorities identified
28 in section 309(7)(a) of this act to the greatest extent possible.

29 **Sec. 208.** 2007 c 518 s 208 (uncodified) is amended to read as
30 follows:

31 **FOR THE WASHINGTON STATE PATROL--FIELD OPERATIONS BUREAU**

32 State Patrol Highway Account--State
33 Appropriation ((~~\$225,445,000~~))
34 \$227,172,000

35 State Patrol Highway Account--Federal
36 Appropriation \$10,602,000

1	State Patrol Highway Account--Private/Local	
2	Appropriation	\$410,000
3	TOTAL APPROPRIATION	((\$236,457,000))
4		<u>\$238,184,000</u>

5 The appropriations in this section are subject to the following
6 conditions and limitations:

7 (1) Washington state patrol officers engaged in off-duty uniformed
8 employment providing traffic control services to the department of
9 transportation or other state agencies may use state patrol vehicles
10 for the purpose of that employment, subject to guidelines adopted by
11 the chief of the Washington state patrol. The Washington state patrol
12 shall be reimbursed for the use of the vehicle at the prevailing state
13 employee rate for mileage and hours of usage, subject to guidelines
14 developed by the chief of the Washington state patrol.

15 (2) In addition to the user fees, the patrol shall transfer into
16 the state patrol nonappropriated airplane revolving account under RCW
17 43.79.470 no more than the amount of appropriated state patrol highway
18 account and general fund funding necessary to cover the costs for the
19 patrol's use of the aircraft. The state patrol highway account and
20 general fund--state funds shall be transferred proportionately in
21 accordance with a cost allocation that differentiates between highway
22 traffic enforcement services and general policing purposes.

23 (3) The patrol shall not account for or record locally provided DUI
24 cost reimbursement payments as expenditure credits to the state patrol
25 highway account. The patrol shall report the amount of expected
26 locally provided DUI cost reimbursements to the governor and
27 transportation committees of the senate and house of representatives by
28 September 30th of each year.

29 (4) \$1,662,000 of the state patrol highway account--state
30 appropriation is provided solely for the implementation of Substitute
31 House Bill No. 1304 (commercial vehicle enforcement). If Substitute
32 House Bill No. 1304 is not enacted by June 30, 2007, the amount
33 provided in this subsection shall lapse.

34 (5) During the (~~fiscal year 2008~~) 2007-2009 biennium, the
35 Washington state patrol shall continue to perform traffic accident
36 investigations on Thurston, Mason, and Lewis county roads, and shall
37 work with the counties to transition the traffic accident

1 investigations on county roads to the counties by July 1, ((2008))
2 2009.

3 (6) \$100,000 of the state patrol highway account--state
4 appropriation is provided solely for the implementation of Substitute
5 House Bill No. 1417 (health benefits for surviving dependents). If
6 Substitute House Bill No. 1417 is not enacted by June 30, 2007, the
7 amount provided in this subsection shall lapse.

8 (7) ((~~\$3,300,000~~)) \$1,700,000 of the state patrol highway
9 account--state appropriation is provided solely for the salaries and
10 benefits associated with accretion in the number of troopers employed
11 above 1,158 authorized commissioned troopers. The Washington state
12 patrol shall perform a study with a final report due to the legislative
13 transportation committees by December 1, 2008, on the advantages and
14 disadvantages of staffing the commercial vehicle enforcement section
15 with commissioned officers instead of commercial vehicle enforcement
16 officers.

17 **Sec. 209.** 2007 c 518 s 209 (uncodified) is amended to read as
18 follows:

19 **FOR THE WASHINGTON STATE PATROL--INVESTIGATIVE SERVICES BUREAU**

20 State Patrol Highway Account--State Appropriation . . . ((~~\$1,300,000~~))
21 \$1,553,000

22 **Sec. 210.** 2007 c 518 s 210 (uncodified) is amended to read as
23 follows:

24 **FOR THE WASHINGTON STATE PATROL--TECHNICAL SERVICES BUREAU**

25 State Patrol Highway Account--State Appropriation . . . ((~~\$103,157,000~~))
26 \$102,891,000

27 State Patrol Highway Account--Private/Local
28 Appropriation \$2,008,000
29 TOTAL APPROPRIATION ((~~\$105,165,000~~))
30 \$104,899,000

31 The appropriations in this section are subject to the following
32 conditions and limitations:

33 (1) The Washington state patrol shall work with the risk management
34 division in the office of financial management in compiling the
35 Washington state patrol's data for establishing the agency's risk
36 management insurance premiums to the tort claims account. The office

1 of financial management and the Washington state patrol shall submit a
2 report to the legislative transportation committees by December 31st of
3 each year on the number of claims, estimated claims to be paid, method
4 of calculation, and the adjustment in the premium.

5 (2) (~~(\$12,641,000)~~) \$9,981,000 of the total appropriation is
6 provided solely for automobile fuel in the 2007-2009 biennium.

7 (3) (~~(\$8,678,000)~~) \$7,461,000 of the total appropriation is
8 provided solely for the purchase of pursuit vehicles.

9 (4) (~~(\$5,254,000)~~) \$6,328,000 of the total appropriation is
10 provided solely for vehicle repair and maintenance costs of vehicles
11 used for highway purposes.

12 (5) \$384,000 of the total appropriation is provided solely for the
13 purchase of mission vehicles used for highway purposes in the
14 commercial vehicle and traffic investigation sections of the Washington
15 state patrol.

16 (6) The Washington state patrol may submit information technology
17 related requests for funding only if the patrol has coordinated with
18 the department of information services as required by section 602 of
19 this act.

20 (7) \$630,000 of the total appropriation is provided solely for the
21 ongoing software maintenance and technical support for the digital
22 microwave system. The Washington state patrol shall coordinate with
23 the other members of the Washington state interoperability executive
24 committee to insure compatibility between emergency communication
25 systems.

26 **Sec. 211.** 2007 c 518 s 212 (uncodified) is amended to read as
27 follows:

28 **FOR THE DEPARTMENT OF LICENSING**

29	Marine Fuel Tax Refund Account--State Appropriation	\$32,000
30	Motorcycle Safety Education Account--State	
31	Appropriation	((\$3,905,000))
32		<u>\$3,899,000</u>
33	Wildlife Account--State Appropriation	((\$843,000))
34		<u>\$831,000</u>
35	Highway Safety Account--State Appropriation	((\$141,953,000))
36		<u>\$145,176,000</u>
37	Highway Safety Account--Federal Appropriation	\$233,000

1 ~~license for border crossing purposes by the Canadian and United States~~
2 ~~governments. The department may expend funds only after prior written~~
3 ~~approval of the director of financial management.))~~ Of the amount
4 provided in this subsection, up to \$1,000,000 is for a statewide
5 educational campaign, which must include coordination with existing
6 public and private entities, to inform the Washington public of the
7 benefits of the new enhanced drivers' licenses and identicards.
8 \$300,000 of this amount is to partner with cross-border tourism
9 businesses to create an educational campaign. Funds may be spent on
10 educational campaigns once the caseload for enhanced drivers' license
11 and identicards falls below levels that can be reasonably processed by
12 the department within the appropriation provided by this section.

13 (4) \$91,000 of the motor vehicle account--state appropriation and
14 \$152,000 of the highway safety account--state appropriation are
15 provided solely for contracting with the office of the attorney general
16 to investigate criminal activity uncovered in the course of the
17 agency's licensing and regulatory activities. Funding is provided for
18 the 2008 fiscal year. The department may request funding for the 2009
19 fiscal year if the request is submitted with measurable data indicating
20 the department's progress in meeting its goal of increased prosecution
21 of illegal activity.

22 (5) \$350,000 of the highway safety account--state appropriation is
23 provided solely for the costs associated with the systems development
24 of the interface that will allow insurance carriers and their agents
25 real time, online access to drivers' records. If Substitute Senate
26 Bill No. 5937 is not enacted by June 30, 2007, the amount provided in
27 this subsection shall lapse.

28 (6) \$1,145,000 of the state patrol highway account--state
29 appropriation is provided solely for the implementation of Substitute
30 House Bill No. 1304 (modifying commercial motor vehicle carrier
31 provisions). If Substitute House Bill No. 1304 is not enacted by June
32 30, 2007, the amount provided in this subsection shall lapse.

33 (7) The department may submit information technology related
34 requests for funding only if the department has coordinated with the
35 department of information services as required by section 602 of this
36 act.

37 (8) ~~((Within the amounts appropriated in this section, the~~
38 ~~department shall, working with the legislature, develop a proposal to~~

1 ~~streamline title and registration statutes to specifically address~~
2 ~~apparent conflicts, fee distribution, and other recommendations by the~~
3 ~~department that are revenue neutral and which do not change legislative~~
4 ~~policy. The department shall report the results of this review to the~~
5 ~~transportation committees of the legislature by December 1, 2007))~~
6 \$265,000 of the department of licensing services account--state
7 appropriation is provided solely for the implementation of Substitute
8 House Bill No. 3029 (secure vehicle licensing system). If Substitute
9 House Bill No. 3029 is not enacted by June 30, 2008, the amount
10 provided in this subsection shall lapse.

11 (9) \$960,000 of the motor vehicle account--state appropriation is
12 provided solely for the implementation of Second Substitute House Bill
13 No. 1046 (motor vehicle insurance). If Second Substitute House Bill
14 No. 1046 is not enacted by June 30, 2008, the amount provided in this
15 subsection shall lapse.

16 (10) \$200,000 of the department of licensing services
17 account--state appropriation is provided solely for the implementation
18 of House Bill No. 3262 (driving record abstracts). If House Bill No.
19 3262 is not enacted by June 30, 2008, the amount provided in this
20 subsection shall lapse.

21 (11) \$300,000 of the highway safety account--state appropriation is
22 provided solely for the implementation of Second Substitute House Bill
23 No. 3254 (ignition interlock drivers' license). If Second Substitute
24 House Bill No. 3254 is not enacted by June 30, 2008, the amount
25 provided in this subsection shall lapse.

26 (12) \$100,000 of the department of licensing services
27 account--state appropriation is provided solely for the implementation
28 of Second Substitute House Bill No. 2817 (contaminated vehicles). If
29 Second Substitute House Bill No. 2817 is not enacted by June 30, 2008,
30 the amount provided in this subsection shall lapse.

31 (13) Sufficient funding is provided in this section for the
32 department to implement Substitute House Bill No. 3069 (driver
33 improvement schools).

34 (14) \$76,000 of the multimodal transportation account--state
35 appropriation is provided solely for contracting with the office of the
36 superintendent of public instruction (OSPI) to conduct pilot programs
37 in three school districts for road safety education and training for
38 children, in order to teach children safe walking, bicycling, and

1 transit use behavior. The pilot projects shall be conducted during the
 2 2008-09 academic year, and shall be modeled after a program and
 3 curriculum successfully implemented in the Spokane school district.
 4 Funds are provided for curriculum resources, bicycle purchases, teacher
 5 training, other essential services and equipment, and OSPI
 6 administrative expenses which may include contracting out pilot program
 7 administration. The participating school districts shall be located as
 8 follows: One in Grant county, one in Island county, and one in Kitsap
 9 county. The OSPI shall evaluate the pilot programs, and report to the
 10 transportation committees of the legislature no later than December 1,
 11 2009, on the outcomes of the pilot programs. The report shall include
 12 a survey identifying barriers to, interest in, and the likelihood of
 13 students traveling by biking, walking, or transit both prior to and
 14 following completion of the pilot program.

15 **Sec. 212.** 2007 c 518 s 213 (uncodified) is amended to read as
 16 follows:

17 **FOR THE DEPARTMENT OF TRANSPORTATION--TOLL OPERATIONS AND**
 18 **MAINTENANCE--PROGRAM B**

19 High-Occupancy Toll Lanes Account--State

20	Appropriation	\$2,596,000
21	Motor Vehicle Account--State Appropriation	((\$5,600,000))
22		<u>\$600,000</u>
23	Tacoma Narrows Toll Bridge Account--State	
24	Appropriation	((\$28,218,000))
25		<u>\$29,530,000</u>
26	TOTAL APPROPRIATION	((\$36,414,000))
27		<u>\$32,726,000</u>

28 The appropriations in this section are subject to the following
 29 conditions and limitations:

30 ~~(1) ((\$5,000,000 of the motor vehicle account state is provided~~
 31 ~~solely to provide a reserve for the Tacoma Narrows Bridge project.~~
 32 ~~This appropriation shall be held in unallotted status until the office~~
 33 ~~of financial management deems that revenues applicable to the Tacoma~~
 34 ~~Narrows Bridge project are not sufficient to cover the project's~~
 35 ~~expenditures.~~

36 (+2)) The department shall solicit private donations to fund

1 activities related to the opening ceremonies of the Tacoma Narrows
2 bridge project.

3 (2) The department shall develop incentives to reduce and control
4 tolling operations costs. These incentives may be directed at the
5 public, the tolling contractor, or the department. Incentives to be
6 considered should include, but not be limited to: Incentives to return
7 unnneeded transponders, incentives to close inactive accounts,
8 incentives to reduce printed account statements, incentives to reduce
9 labor costs, and incentives to reduce postage and shipping costs.
10 These incentives shall be presented for review by the transportation
11 commission by September 30, 2008.

12 **Sec. 213.** 2007 c 518 s 214 (uncodified) is amended to read as
13 follows:

14 **FOR THE DEPARTMENT OF TRANSPORTATION--INFORMATION TECHNOLOGY--PROGRAM**
15 **C**

16	Transportation Partnership Account--State	
17	Appropriation	((\$4,556,000))
18		<u>\$5,892,000</u>
19	Motor Vehicle Account--State Appropriation	((\$67,613,000))
20		<u>\$67,744,000</u>
21	Motor Vehicle Account--Federal Appropriation	\$1,096,000
22	Puget Sound Ferry Operations Account--State	
23	Appropriation	((\$9,192,000))
24		<u>\$9,147,000</u>
25	Multimodal Transportation Account--State	
26	Appropriation	\$363,000
27	Transportation 2003 Account (Nickel Account)--State	
28	Appropriation	((\$4,000,000))
29		<u>\$5,337,000</u>
30	TOTAL APPROPRIATION	((\$86,820,000))
31		<u>\$89,579,000</u>

32 The appropriations in this section are subject to the following
33 conditions and limitations:

34 (1) The department shall consult with the office of financial
35 management and the department of information services to ensure that
36 (a) the department's current and future system development is
37 consistent with the overall direction of other key state systems; and

1 (b) when possible, use or develop common statewide information systems
2 to encourage coordination and integration of information used by the
3 department and other state agencies and to avoid duplication.

4 (2) The department shall provide updated information on six project
5 milestones for all active projects, funded in part or in whole with
6 2005 transportation partnership account funds or 2003 nickel account
7 funds, on a quarterly basis in the transportation executive information
8 system (TEIS). The department shall also provide updated information
9 on six project milestones for projects, funded with preexisting funds
10 and that are agreed to by the legislature, office of financial
11 management, and the department, on a quarterly basis in TEIS.

12 (3) (~~(\$2,300,000)~~) \$3,300,000 of the motor vehicle account--state
13 appropriation is provided solely for preliminary work needed to
14 transition the department to the state government network. In
15 collaboration with the department of information services the
16 department shall complete an inventory of the current network
17 infrastructure, (~~and~~) develop an implementation plan for transition
18 to the state government network, improve security, and initiate
19 connection to the state government network.

20 (4) \$1,000,000 of the motor vehicle account--state appropriation,
21 (~~(\$4,556,000)~~) \$5,892,000 of the transportation partnership account--
22 state appropriation, and (~~(\$4,000,000)~~) \$5,337,000 of the
23 transportation 2003 account (nickel account)--state appropriation are
24 provided solely for the department to develop a project management and
25 reporting system which is a collection of integrated tools for capital
26 construction project managers to use to perform all the necessary tasks
27 associated with project management. The department shall integrate
28 commercial off-the-shelf software with existing department systems and
29 enhanced approaches to data management to provide web-based access for
30 multi-level reporting and improved business workflows and reporting.
31 Beginning September 1, 2007, and on a quarterly basis thereafter, the
32 department shall report to the office of financial management and the
33 transportation committees of the legislature on the status of the
34 development and integration of the system. The first report shall
35 include a detailed work plan for the development and integration of the
36 system including timelines and budget milestones. At a minimum the
37 ensuing reports shall indicate the status of the work as it compares to

1 the work plan, any discrepancies, and proposed adjustments necessary to
2 bring the project back on schedule or budget if necessary.

3 (5) The department may submit information technology related
4 requests for funding only if the department has coordinated with the
5 department of information services as required by section 602 of this
6 act.

7 (6) \$1,600,000 of the motor vehicle account--state appropriation is
8 provided solely for the critical application assessment implementation
9 project. The department shall submit a progress report on the critical
10 application assessment implementation project to the house of
11 representatives and senate transportation committees on or before
12 December 1, 2007, and December 1, 2008, with a final report on or
13 before June 30, 2009.

14 **Sec. 214.** 2007 c 518 s 215 (uncodified) is amended to read as
15 follows:

16 **FOR THE DEPARTMENT OF TRANSPORTATION--FACILITY MAINTENANCE, OPERATIONS**
17 **AND CONSTRUCTION--PROGRAM D--OPERATING**

18 Motor Vehicle Account--State Appropriation (~~(\$34,569,000)~~)
19 \$33,998,000

20 **Sec. 215.** 2007 c 518 s 216 (uncodified) is amended to read as
21 follows:

22 **FOR THE DEPARTMENT OF TRANSPORTATION--AVIATION--PROGRAM F**

23 Aeronautics Account--State Appropriation (~~(\$6,889,000)~~)
24 \$7,868,000

25 Aeronautics Account--Federal Appropriation \$2,150,000

26 Multimodal Transportation Account--State Appropriation . . . \$631,000

27 TOTAL APPROPRIATION (~~(\$9,670,000)~~)
28 \$10,649,000

29 The appropriations in this section are subject to the following
30 conditions and limitations: The entire multimodal transportation
31 account--state appropriation (~~is~~) and \$400,000 of the aeronautics
32 account--state appropriation are provided solely for the aviation
33 planning council as provided for in RCW 47.68.410.

34 **Sec. 216.** 2007 c 518 s 217 (uncodified) is amended to read as
35 follows:

1 against other appropriate project groupings; measures for reporting
2 progress, timeliness, and cost which create an incentive for the
3 department to manage effectively and report its progress in a
4 transparent manner; and criteria and process for transfers of funds
5 among projects.

6 **Sec. 217.** 2007 c 518 s 218 (uncodified) is amended to read as
7 follows:

8 **FOR THE DEPARTMENT OF TRANSPORTATION--ECONOMIC PARTNERSHIPS--PROGRAM**
9 **K**

10	Motor Vehicle Account--State Appropriation	((\$1,151,000))
11		<u>\$842,000</u>
12	Multimodal Transportation Account--State Appropriation . . .	\$300,000
13	TOTAL APPROPRIATION	((\$1,451,000))
14		<u>\$1,142,000</u>

15 The appropriation in this section is subject to the following
16 conditions and limitations:

17 (1) \$300,000 of the multimodal account--state appropriation is
18 provided solely for the department to hire a consultant to develop a
19 plan for codevelopment and public-private partnership opportunities at
20 public ferry terminals.

21 (2) The department shall conduct an analysis and, if determined to
22 be feasible, initiate requests for proposals involving the distribution
23 of alternative fuels along state department of transportation
24 rights-of-way.

25 **Sec. 218.** 2007 c 518 s 219 (uncodified) is amended to read as
26 follows:

27 **FOR THE DEPARTMENT OF TRANSPORTATION--HIGHWAY MAINTENANCE--PROGRAM M**

28	Motor Vehicle Account--State Appropriation	((\$321,888,000))
29		<u>\$335,310,000</u>
30	Motor Vehicle Account--Federal Appropriation	((\$2,000,000))
31		<u>\$6,000,000</u>
32	Motor Vehicle Account--Private/Local Appropriation	\$5,797,000
33	TOTAL APPROPRIATION	((\$329,685,000))
34		<u>\$347,107,000</u>

35 The appropriations in this section are subject to the following
36 conditions and limitations:

1 (1) If portions of the appropriations in this section are required
2 to fund maintenance work resulting from major disasters not covered by
3 federal emergency funds such as fire, flooding, and major slides,
4 supplemental appropriations must be requested to restore state funding
5 for ongoing maintenance activities.

6 (2) The department shall request an unanticipated receipt for any
7 federal moneys received for emergency snow and ice removal and shall
8 place an equal amount of the motor vehicle account--state into
9 unallotted status. This exchange shall not affect the amount of
10 funding available for snow and ice removal.

11 (3) The department shall request an unanticipated receipt for any
12 private or local funds received for reimbursements of third party
13 damages that are in excess of the motor vehicle account--private/local
14 appropriation.

15 (4) (~~(\$1,500,000)~~) \$5,500,000 of the motor vehicle account--federal
16 appropriation is provided for unanticipated federal funds that may be
17 received during the 2007-09 biennium. Upon receipt of the funds, the
18 department shall provide a report on the use of the funds to the
19 transportation committees of the legislature and the office of
20 financial management.

21 (5) Funding is provided for maintenance on the state system to
22 deliver service level targets as listed in LEAP Transportation Document
23 2007-C, as developed April 20, 2007. In delivering the program and
24 aiming for these targets, the department should concentrate on the
25 following areas:

26 (a) Eliminating the number of activities delivered in the "f" level
27 of service at the region level; and

28 (b) Evaluating, analyzing, and potentially redistributing resources
29 within and among regions to provide greater consistency in delivering
30 the program statewide and in achieving overall level of service
31 targets.

32 (6) The department may work with the department of corrections to
33 utilize corrections crews for the purposes of litter pickup on state
34 highways.

35 (7) \$650,000 of the motor vehicle account--state appropriation is
36 provided solely for increased asphalt costs.

37 (8) The department shall prepare a comprehensive listing of

1 maintenance backlogs and related costs and report to the office of
2 financial management and the transportation committees of the
3 legislature by December 31, 2008.

4 (9) \$3,250,000 of the motor vehicle account--state appropriation is
5 provided solely for the increased costs of avalanche control and snow
6 removal work during the winter of 2007-08.

7 **Sec. 219.** 2007 c 518 s 220 (uncodified) is amended to read as
8 follows:

9 **FOR THE DEPARTMENT OF TRANSPORTATION--TRAFFIC OPERATIONS--PROGRAM Q--**
10 **OPERATING**

11 Motor Vehicle Account--State Appropriation	((\$52,040,000))
	<u>\$51,572,000</u>
13 Motor Vehicle Account--Federal Appropriation	\$2,050,000
14 Motor Vehicle Account--Private/Local Appropriation	\$127,000
15 TOTAL APPROPRIATION	((\$54,217,000))
	<u>\$53,749,000</u>

17 The appropriations in this section are subject to the following
18 conditions and limitations:

19 (1) \$654,000 of the motor vehicle account--state appropriation is
20 provided solely for the department to time state-owned and operated
21 traffic signals. This funding may also be used to program incident,
22 emergency, or special event signal timing plans.

23 (2) \$346,000 of the motor vehicle account--state appropriation is
24 provided solely for the department to implement a pilot tow truck
25 incentive program. The department may provide incentive payments to
26 towing companies that meet clearance goals on accidents that involve
27 heavy trucks.

28 (3) \$6,800,000 of the motor vehicle account--state appropriation is
29 provided solely for low-cost enhancements. The department shall give
30 priority to low-cost enhancement projects that improve safety or
31 provide congestion relief. The department shall prioritize low-cost
32 enhancement projects on a statewide rather than regional basis. By
33 January 1, 2008, and January 1, 2009, the department shall provide a
34 report to the legislature listing all low-cost enhancement projects
35 prioritized on a statewide rather than regional basis completed in the
36 prior year.

1 (4) The department, in consultation with the Washington state
2 patrol, may conduct a pilot program for the patrol to issue infractions
3 based on information from automated traffic safety cameras in roadway
4 construction zones on state highways when workers are present.

5 (a) In order to ensure adequate time in the 2007-09 biennium to
6 evaluate the effectiveness of the pilot program, any projects
7 authorized by the department must be authorized by December 31, 2007.

8 (b) The department shall use the following guidelines to administer
9 the program:

10 (i) Automated traffic safety cameras may only take pictures of the
11 vehicle and vehicle license plate and only while an infraction is
12 occurring. The picture must not reveal the face of the driver or of
13 passengers in the vehicle;

14 (ii) The department shall plainly mark the locations where the
15 automated traffic safety cameras are used by placing signs on locations
16 that clearly indicate to a driver that he or she is entering a roadway
17 construction zone where traffic laws are enforced by an automated
18 traffic safety camera;

19 (iii) Notices of infractions must be mailed to the registered owner
20 of a vehicle within fourteen days of the infraction occurring;

21 (iv) The owner of the vehicle is not responsible for the violation
22 if the owner of the vehicle, within fourteen days of receiving
23 notification of the violation, mails to the patrol, a declaration under
24 penalty of perjury, stating that the vehicle involved was, at the time,
25 stolen or in the care, custody, or control of some person other than
26 the registered owner, or any other extenuating circumstances;

27 (v) For purposes of the 2007-09 biennium pilot project, infractions
28 detected through the use of automated traffic safety cameras are not
29 part of the registered owner's driving record under RCW 46.52.101 and
30 46.52.120. Additionally, infractions generated by the use of automated
31 traffic safety cameras must be processed in the same manner as parking
32 infractions for the purposes of RCW 3.46.120, 3.50.100, 35.20.220,
33 46.16.216, and 46.20.270(3). However, the amount of the fine issued
34 for an infraction generated through the use of an automated traffic
35 safety camera is one hundred thirty-seven dollars. The court shall
36 remit thirty-two dollars of the fine to the state treasurer for deposit
37 into the state patrol highway account;

1 (vi) If a notice of infraction is sent to the registered owner and
 2 the registered owner is a rental car business, the infraction will be
 3 dismissed against the business if it mails to the patrol, within
 4 fourteen days of receiving the notice, a declaration under penalty of
 5 perjury of the name and known mailing address of the individual driving
 6 or renting the vehicle when the infraction occurred. If the business
 7 is unable to determine who was driving or renting the vehicle at the
 8 time the infraction occurred, the business must sign a declaration
 9 under penalty of perjury to this effect. The declaration must be
 10 mailed to the patrol within fourteen days of receiving the notice of
 11 traffic infraction. Timely mailing of this declaration to the issuing
 12 agency relieves a rental car business of any liability under this
 13 section for the notice of infraction. A declaration form suitable for
 14 this purpose must be included with each automated traffic infraction
 15 notice issued, along with instructions for its completion and use; and

16 (vii) By June 30, 2009, the department shall provide a report to
 17 the legislature regarding the use, public acceptance, outcomes, and
 18 other relevant issues regarding the pilot project.

19 **Sec. 220.** 2007 c 518 s 221 (uncodified) is amended to read as
 20 follows:

21 **FOR THE DEPARTMENT OF TRANSPORTATION--TRANSPORTATION MANAGEMENT AND**
 22 **SUPPORT--PROGRAM S**

23	Motor Vehicle Account--State Appropriation	((\$28,215,000))
24		<u>\$27,392,000</u>
25	Motor Vehicle Account--Federal Appropriation	\$30,000
26	Puget Sound Ferry Operations Account--State	
27	Appropriation	\$1,321,000
28	Multimodal Transportation Account--State	
29	Appropriation	\$1,223,000
30	TOTAL APPROPRIATION	((\$30,789,000))
31		<u>\$29,966,000</u>

32 The appropriations in this section are subject to the following
 33 conditions and limitations:

34 (1) The department shall work with staffs from the legislative
 35 evaluation and accountability program committee, the transportation
 36 committees of the legislature, and the office of financial management

1 on developing a new capital budgeting system to meet identified
2 information needs.

3 (2) \$250,000 of the multimodal account--state appropriation is
4 provided solely for implementing a wounded combat veteran's internship
5 program, administered by the department. The department shall seek
6 federal funding to support the continuation of this program.

7 **Sec. 221.** 2007 c 518 s 222 (uncodified) is amended to read as
8 follows:

9 **FOR THE DEPARTMENT OF TRANSPORTATION--TRANSPORTATION PLANNING, DATA,**
10 **AND RESEARCH--PROGRAM T**

11	Motor Vehicle Account--State Appropriation	((\$30,698,000))
12		<u>\$27,602,000</u>
13	Motor Vehicle Account--Federal Appropriation	\$19,163,000
14	Multimodal Transportation Account--State	
15	Appropriation	((\$1,029,000))
16		<u>\$1,261,000</u>
17	Multimodal Transportation Account--Federal	
18	Appropriation	\$2,809,000
19	Multimodal Transportation Account--Private/Local	
20	Appropriation	\$100,000
21	TOTAL APPROPRIATION	((\$53,799,000))
22		<u>\$50,935,000</u>

23 The appropriations in this section are subject to the following
24 conditions and limitations:

25 ~~(1) ((\$3,900,000 of the motor vehicle account--state appropriation~~
26 ~~is provided solely for the costs of the regional transportation~~
27 ~~investment district (RTID) and department of transportation project~~
28 ~~oversight. The department shall provide support from its urban~~
29 ~~corridors region to assist in preparing project costs, expenditure~~
30 ~~plans, and modeling. The department shall not deduct a management~~
31 ~~reserve, nor charge management or overhead fees. These funds,~~
32 ~~including those expended since 2003, are provided as a loan to the RTID~~
33 ~~and shall be repaid to the state within one year following formation of~~
34 ~~the RTID. \$2,391,000 of the amount provided under this subsection~~
35 ~~shall lapse, effective January 1, 2008, if voters fail to approve~~
36 ~~formation of the RTID at the 2007 general election, as determined by~~
37 ~~the certification of the election results.)) \$1,559,000 of the motor~~

1 vehicle account--state appropriation is provided solely for costs
2 incurred by the department for the 2007 regional transportation
3 investment district election.

4 (2) \$300,000 of the multimodal transportation account--state
5 appropriation is provided solely for a transportation demand management
6 program, developed by the Whatcom council of governments, to further
7 reduce drive-alone trips and maximize the use of sustainable
8 transportation choices. The community-based program must focus on all
9 trips, not only commute trips, by providing education, assistance, and
10 incentives to four target audiences: (a) Large work sites; (b)
11 employees of businesses in downtown areas; (c) school children; and (d)
12 residents of Bellingham.

13 (3) \$320,000 of the motor vehicle account--state appropriation and
14 \$128,000 of the motor vehicle account--federal appropriation are
15 provided solely for development of a freight database to help guide
16 freight investment decisions and track project effectiveness. The
17 database will be based on truck movement tracked through geographic
18 information system technology. TransNow will contribute an additional
19 \$192,000 in federal funds which are not appropriated in the
20 transportation budget. The department shall work with the freight
21 mobility strategic investment board to implement this project.

22 (4) By December 1, 2008, the department shall require confirmation
23 from jurisdictions that plan under the growth management act, chapter
24 36.70A RCW, and that receive state transportation funding under this
25 act, that the jurisdictions have adopted standards for access
26 permitting on state highways that meet or exceed department standards
27 in accordance with RCW 47.50.030. The objective of this subsection is
28 to encourage local governments, through the receipt of state
29 transportation funding, to adhere to best practices in access control
30 applicable to development activity significantly impacting state
31 transportation facilities. By January 1, 2009, the department shall
32 submit a report to the appropriate committees of the legislature
33 detailing the progress of the local jurisdictions in adopting the
34 highway access permitting standards.

35 (5) \$150,000 of the motor vehicle account--federal appropriation is
36 provided solely for the costs to develop an electronic map-based
37 computer application that will enable law enforcement officers and

1 others to more easily locate collisions and other incidents in the
2 field.

3 (6) The department shall add a position within the freight systems
4 division to provide expertise regarding the trucking aspects of the
5 state's freight system.

6 (7) The department shall evaluate the feasibility of developing a
7 freight corridor bypass from Everett to Gold Bar on US 2, including a
8 connection to SR 522. US 2 is an important freight corridor, and is an
9 alternative route for I-90. Congestion, safety issues, and flooding
10 concerns have all contributed to the need for major improvements to the
11 corridor. The evaluation shall consider the use of toll lanes for the
12 project. The department must report to the transportation committees
13 of the legislature by December 1, 2007, on its analysis and
14 recommendations regarding the benefit of a freight corridor and the
15 potential use of freight toll lanes to improve safety and congestion in
16 the corridor.

17 (8) \$100,000 of the multimodal transportation account--state
18 appropriation is provided solely to support the commuter rail study
19 between eastern Snohomish county and eastern King county as defined in
20 Substitute House Bill No. 3224. Funds are provided to the Puget Sound
21 regional council for one time only. If Substitute House Bill No. 3224
22 is not enacted by June 30, 2008, the amount provided in this subsection
23 shall lapse.

24 (9) \$140,000 of the multimodal transportation account--state
25 appropriation is provided solely for a full-time employee to develop
26 vehicle miles traveled and other greenhouse gas emissions benchmarks as
27 described in Second Substitute House Bill No. 2815. If Second
28 Substitute House Bill No. 2815 is not enacted by June 30, 2008, the
29 amount provided in this subsection shall lapse.

30 **Sec. 222.** 2007 c 518 s 223 (uncodified) is amended to read as
31 follows:

32 **FOR THE DEPARTMENT OF TRANSPORTATION--CHARGES FROM OTHER AGENCIES--**
33 **PROGRAM U**

34	Motor Vehicle Account--State Appropriation	((\$66,342,000))
35		<u>\$66,428,000</u>
36	Motor Vehicle Account--Federal Appropriation	\$400,000
37	Multimodal Transportation Account--State	

1	Appropriation	\$259,000
2	TOTAL APPROPRIATION	((\$67,001,000))
3		<u>\$67,087,000</u>

4 The appropriations in this section are subject to the following
5 conditions and limitations:

6 (1) \$36,665,000 of the motor vehicle fund--state appropriation is
7 provided solely for the liabilities attributable to the department of
8 transportation. The office of financial management must provide a
9 detailed accounting of the revenues and expenditures of the self-
10 insurance fund to the transportation committees of the legislature on
11 December 31st and June 30th of each year.

12 (2) Payments in this section represent charges from other state
13 agencies to the department of transportation.

14 (a) FOR PAYMENT OF OFFICE OF FINANCIAL MANAGEMENT
15 DIVISION OF RISK MANAGEMENT FEES \$1,520,000

16 (b) FOR PAYMENT OF COSTS OF THE OFFICE OF THE STATE
17 AUDITOR ~~((\$1,150,000))~~
18 \$1,153,000

19 (c) FOR PAYMENT OF COSTS OF DEPARTMENT OF GENERAL
20 ADMINISTRATION FACILITIES AND SERVICES AND CONSOLIDATED
21 MAIL SERVICES ~~((\$4,157,000))~~
22 \$4,859,000

23 (d) FOR PAYMENT OF COSTS OF THE DEPARTMENT OF
24 PERSONNEL ~~((\$4,033,000))~~
25 \$7,593,000

26 (e) FOR PAYMENT OF SELF-INSURANCE LIABILITY
27 PREMIUMS AND ADMINISTRATION \$36,665,000

28 (f) FOR PAYMENT OF THE DEPARTMENT OF GENERAL
29 ADMINISTRATION CAPITAL PROJECTS SURCHARGE \$1,838,000

30 (g) FOR ARCHIVES AND RECORDS MANAGEMENT ~~((\$647,000))~~
31 \$677,000

32 (h) FOR OFFICE OF MINORITIES AND WOMEN BUSINESS
33 ENTERPRISES ~~((\$1,070,000))~~
34 \$1,042,000

35 (i) FOR USE OF FINANCIAL SYSTEMS PROVIDED BY
36 THE OFFICE OF FINANCIAL MANAGEMENT ~~((\$930,000))~~
37 \$1,266,000

38 (j) FOR POLICY ASSISTANCE FROM THE DEPARTMENT

1 OF INFORMATION SERVICES ((~~\$1,138,000~~))
2 \$945,000
3 (k) FOR LEGAL SERVICE PROVIDED BY THE ATTORNEY
4 GENERAL'S OFFICE ((~~\$8,859,000~~))
5 \$9,045,000
6 (l) FOR LEGAL SERVICE PROVIDED BY THE ATTORNEY
7 GENERAL'S OFFICE FOR THE SECOND PHASE OF THE BOLDT
8 LITIGATION \$158,000
9 (m) FOR DEPARTMENT OF PERSONNEL ONLINE RECRUITING \$326,000

10 **Sec. 223.** 2007 c 518 s 224 (uncodified) is amended to read as
11 follows:

12 **FOR THE DEPARTMENT OF TRANSPORTATION--PUBLIC TRANSPORTATION--PROGRAM**
13 **V**

14 Regional Mobility Grant Program Account--State
15 Appropriation \$40,000,000
16 Multimodal Transportation Account--State
17 Appropriation ((~~\$85,202,000~~))
18 \$85,522,000
19 Multimodal Transportation Account--Federal
20 Appropriation \$2,582,000
21 Multimodal Transportation Account--Private/Local
22 Appropriation ((~~\$291,000~~))
23 \$659,000
24 TOTAL APPROPRIATION ((~~\$128,075,000~~))
25 \$128,763,000

26 The appropriations in this section are subject to the following
27 conditions and limitations:

28 (1) \$25,000,000 of the multimodal transportation account--state
29 appropriation is provided solely for a grant program for special needs
30 transportation provided by transit agencies and nonprofit providers of
31 transportation.

32 (a) \$5,500,000 of the amount provided in this subsection is
33 provided solely for grants to nonprofit providers of special needs
34 transportation. Grants for nonprofit providers shall be based on need,
35 including the availability of other providers of service in the area,
36 efforts to coordinate trips among providers and riders, and the cost
37 effectiveness of trips provided.

1 (b) \$19,500,000 of the amount provided in this subsection is
2 provided solely for grants to transit agencies to transport persons
3 with special transportation needs. To receive a grant, the transit
4 agency must have a maintenance of effort for special needs
5 transportation that is no less than the previous year's maintenance of
6 effort for special needs transportation. Grants for transit agencies
7 shall be prorated based on the amount expended for demand response
8 service and route deviated service in calendar year 2005 as reported in
9 the "Summary of Public Transportation - 2005" published by the
10 department of transportation. No transit agency may receive more than
11 thirty percent of these distributions.

12 (2) Funds are provided for the rural mobility grant program as
13 follows:

14 (a) \$8,500,000 of the multimodal transportation account--state
15 appropriation is provided solely for grants for those transit systems
16 serving small cities and rural areas as identified in the Summary of
17 Public Transportation - 2005 published by the department of
18 transportation. Noncompetitive grants must be distributed to the
19 transit systems serving small cities and rural areas in a manner
20 similar to past disparity equalization programs.

21 (b) \$8,500,000 of the multimodal transportation account--state
22 appropriation is provided solely to providers of rural mobility service
23 in areas not served or underserved by transit agencies through a
24 competitive grant process.

25 (3) \$8,600,000 of the multimodal transportation account--state
26 appropriation is provided solely for a vanpool grant program for: (a)
27 Public transit agencies to add vanpools; and (b) incentives for
28 employers to increase employee vanpool use. The grant program for
29 public transit agencies will cover capital costs only; no operating
30 costs for public transit agencies are eligible for funding under this
31 grant program. No additional employees may be hired from the funds
32 provided in this section for the vanpool grant program, and supplanting
33 of transit funds currently funding vanpools is not allowed. Additional
34 criteria for selecting grants must include leveraging funds other than
35 state funds.

36 (4) \$40,000,000 of the regional mobility grant program account--
37 state appropriation is provided solely for the regional mobility grant
38 projects identified on the LEAP Transportation Document 2007-B as

1 developed April 20, 2007. The department shall review all projects
2 receiving grant awards under this program at least semiannually to
3 determine whether the projects are making satisfactory progress. Any
4 project that has been awarded funds, but does not report activity on
5 the project within one year of the grant award, shall be reviewed by
6 the department to determine whether the grant should be terminated.
7 The department shall promptly close out grants when projects have been
8 completed, and any remaining funds available to the office of transit
9 mobility shall be used only to fund projects on the LEAP Transportation
10 Document 2007-B as developed April 20, 2007. The department shall
11 provide annual status reports on December 15, 2007, and December 15,
12 2008, to the office of financial management and the transportation
13 committees of the legislature regarding the projects receiving the
14 grants.

15 (5) \$17,168,087 of the multimodal transportation account--state
16 appropriation is reappropriated and provided solely for the regional
17 mobility grant projects identified on the LEAP Transportation Document
18 2006-D, regional mobility grant program projects as developed March 8,
19 2006. The department shall continue to review all projects receiving
20 grant awards under this program at least semiannually to determine
21 whether the projects are making satisfactory progress. The department
22 shall promptly close out grants when projects have been completed, and
23 any remaining funds available to the office of transit mobility shall
24 be used only to fund projects on the LEAP Transportation Document
25 2007-B as developed April 20, 2007, or the LEAP Transportation Document
26 2006-D as developed March 8, 2006.

27 (6) \$200,000 of the multimodal transportation account--state
28 appropriation is provided solely for the department to study and then
29 develop pilot programs aimed at addressing commute trip reduction
30 strategies for K-12 students and for college and university students.
31 The department shall submit to the legislature by January 1, 2009, a
32 summary of the program results and recommendations for future student
33 commute trip reduction strategies. The pilot programs are described as
34 follows:

35 (a) The department shall consider approaches, including mobility
36 education, to reducing and removing traffic congestion in front of
37 schools by changing travel behavior for elementary, middle, and high
38 school students and their parents; and

1 (b) The department shall design a program that includes student
2 employment options as part of the pilot program applicable to college
3 and university students.

4 (7) \$2,400,000 of the multimodal account--state appropriation is
5 provided solely for establishing growth and transportation efficiency
6 centers (GTEC). Funds are appropriated for one time only. The
7 department shall provide in its annual report to the legislature an
8 evaluation of the GTEC concept and recommendations on future funding
9 levels.

10 (8) \$381,000 of the multimodal transportation account--state
11 appropriation is provided solely for the implementation of Substitute
12 House Bill No. 1694 (reauthorizing the agency council on coordinated
13 transportation). If Substitute House Bill No. 1694 is not enacted by
14 June 30, 2007, the amount provided in this subsection shall lapse.

15 (9) (~~(\$136,000)~~) \$504,000 of the multimodal transportation
16 account--private/local appropriation is provided solely for the
17 implementation of Senate Bill No. 5084 (updating rail transit safety
18 plans). If Senate Bill No. 5084 is not enacted by June 30, 2007, the
19 amount provided in this subsection shall lapse.

20 (10) \$60,000 of the multimodal transportation account--state
21 appropriation is provided solely for low-income car ownership programs.
22 The department shall collaborate with interested regional
23 transportation planning organizations and metropolitan planning
24 organizations to determine the effectiveness of the programs at
25 providing transportation solutions for low-income persons who depend
26 upon cars to travel to their places of employment.

27 (11) \$1,000,000 of the multimodal transportation account--state
28 appropriation is provided solely for additional funding for the trip
29 reduction performance program, including telework enhancement projects.
30 Funds are appropriated for one time only.

31 (12) \$2,000,000 of the multimodal transportation account--state
32 appropriation is provided solely for the tri-county connection service
33 for Island, Skagit, and Whatcom transit agencies.

34 (13) \$150,000 of the multimodal transportation account--state
35 appropriation is provided solely as a grant for a telework pilot
36 project to be developed, administered, and monitored by the Kitsap
37 regional coordinating council. Funds are appropriated for one time
38 only. The primary purposes of the pilot project are to educate

1 employers about telecommuting, develop telework policies and resources
2 for employers, and reduce traffic congestion by encouraging teleworking
3 in the workplace. As part of the pilot project, the council shall
4 recruit public and private sector employer participants throughout the
5 county, identify telework sites, develop an employer's toolkit
6 consisting of teleworking resources, and create a telecommuting
7 template that may be applied in other communities. The council shall
8 submit to the legislature by January 1, 2010, a summary of the program
9 results and any recommendations for future telework strategies.

10 (14) \$225,000 of the multimodal transportation account--state
11 appropriation is provided solely for the commute trip reduction
12 program. The department shall work with the commute trip reduction
13 board to provide grants to car-sharing organizations for the benefit of
14 their members for the purpose of reducing congestion and improving air
15 quality.

16 **Sec. 224.** 2007 c 518 s 225 (uncodified) is amended to read as
17 follows:

18 **FOR THE DEPARTMENT OF TRANSPORTATION--MARINE--PROGRAM X**

19 Puget Sound Ferry Operations Account--State

20	Appropriation	((\$412,189,000))
21		<u>\$425,744,000</u>
22	Multimodal Transportation Account--State	
23	Appropriation	((\$1,830,000))
24		<u>\$1,914,000</u>
25	TOTAL APPROPRIATION	((\$414,019,000))
26		<u>\$427,658,000</u>

27 The appropriations in this section are subject to the following
28 conditions and limitations:

29 (1) ((~~\$79,191,000~~)) \$90,299,000 of the Puget Sound ferry
30 operations--state appropriation is provided solely for auto ferry
31 vessel operating fuel in the 2007-2009 biennium.

32 (2) The Washington state ferries must work with the department's
33 information technology division to implement an electronic fare system,
34 including the integration of the regional fare coordination system
35 (smart card). Each December and June, semiannual updates must be
36 provided to the transportation committees of the legislature concerning

1 the status of implementing and completing this project, with updates
2 concluding the first December after full project implementation.

3 (3) The Washington state ferries shall continue to provide service
4 to Sidney, British Columbia.

5 (4) (~~(\$1,830,000)~~) \$1,914,000 of the multimodal transportation
6 account--state appropriation is provided solely to provide
7 passenger-only ferry service. The ferry system shall continue
8 passenger-only ferry service from Vashon Island to Seattle through June
9 30, 2008. Ferry system management shall continue to implement its
10 agreement with the inlandboatmen's union of the pacific and the
11 international organization of masters, mates and pilots providing for
12 part-time passenger-only work schedules.

13 (5) \$932,000 of the Puget Sound ferries operations account--state
14 appropriation is provided solely for compliance with department of
15 ecology rules regarding the transfer of oil on or near state waters.
16 Funding for compliance with on-board fueling rules is provided for the
17 2008 fiscal year. The department may request funding for the 2009
18 fiscal year if the request is submitted with an alternative compliance
19 plan filed with the department of ecology, as allowed by rule.

20 (6) \$1,116,000 of the Puget Sound ferry operations account--state
21 appropriation is provided solely for ferry security operations
22 necessary to comply with the ferry security plan submitted by the
23 Washington state ferry system to the United States coast guard. The
24 department shall track security costs and expenditures. Ferry security
25 operations costs shall not be included as part of the operational costs
26 that are used to calculate farebox recovery.

27 (7) \$378,000 of the Puget Sound ferry operations account--state
28 appropriation is provided solely to meet the United States coast guard
29 requirements for appropriate rest hours between shifts for vessel crews
30 on the Bainbridge to Seattle and Edmonds to Kingston ferry routes.

31 (8) \$694,000 of the Puget Sound ferries operating account--state
32 appropriation is provided solely for implementing Engrossed Substitute
33 House Bill No. 2358 as follows:

34 (a) The department shall allow the joint transportation committee
35 work group established in section 205(1) of this act to participate in
36 the following elements as they are described in Engrossed Substitute
37 House Bill No. 2358:

38 (i) Development and implementation of a survey of ferry customers;

1 (ii) Analysis and reestablishment of vehicle level of service
2 standards. In reestablishing the standards, consideration shall be
3 given to whether boat wait is the appropriate measure. The level of
4 service standard shall be reestablished in conjunction with or after
5 the survey has been implemented;

6 (iii) Development of pricing policy proposals. In developing these
7 policies, the policies, in effect on some routes, of collecting fares
8 in only one direction shall be evaluated to determine whether one-way
9 fare pricing best serves the ferry system. The pricing policy
10 proposals must be developed in conjunction with or after the survey has
11 been implemented;

12 (iv) Development of operational strategies. The operational
13 strategies shall be reestablished in conjunction with the survey or
14 after the survey has been implemented;

15 (v) Development of terminal design standards. The terminal design
16 standards shall be finalized after the provisions of subsections (a)(i)
17 through (iv) and subsection (b) of this section have been developed and
18 reviewed by the joint transportation committee; and

19 (vi) Development of a capital plan. The capital plan shall be
20 finalized after terminal design standards have been developed by the
21 department and reviewed by the joint transportation committee.

22 (b) The department shall develop a ridership demand forecast that
23 shall be used in the development of a long-range capital plan. If more
24 than one forecast is developed they must be reconciled.

25 (c) The department shall update the life cycle cost model to meet
26 the requirements of Engrossed Substitute House Bill No. 2358 no later
27 than August 1, 2007.

28 (d) The department shall develop a cost allocation methodology
29 proposal to meet the requirements described in Engrossed Substitute
30 House Bill No. 2358. The proposal shall be completed and presented to
31 the joint transportation committee no later than August 1, 2007.

32 (9) \$200,000 of the Puget Sound ferry operations account--state
33 appropriation is provided solely for the initial acquisition of
34 transportation worker identification credentials required by the United
35 States department of homeland security for unescorted access to secure
36 areas of ferries and terminals.

37 (10) The legislature finds that a rigorous incident investigation
38 process is an essential component of marine safety. The department is

1 directed to review its accident and incident investigation procedures
2 and report the results of its review with any proposals for changes to
3 the legislature by November 1, 2008.

4 (11) The department shall allow the use, by two separate drivers,
5 of fare media allowing for multiple discounted vehicle trips aboard
6 Washington state ferries vessels.

7 (12) Washington state ferries shall investigate the implementation
8 of a pilot car-sharing program in the San Juan Islands, in order to
9 reduce the peak auto-load pressures on the inter-island San Juan ferry
10 system and provide a convenient alternative for the residents of the
11 San Juan Islands. Under the pilot program, inter-island passengers
12 should be able to reserve a car, pay their normal automobile ferry
13 fare, walk on the ferry, and use the shared car upon arrival. The
14 Washington state ferries shall report to the transportation committees
15 of the legislature by November 15, 2008, regarding the feasibility of
16 the pilot program, including whether the difference between the
17 passenger ferry fare and the automobile ferry fare would cover the
18 subsidy costs needed to implement the pilot program.

19 (13) Sufficient funding is provided in this section for the
20 department to implement Substitute House Bill No. 2455 (fare media
21 monetary value).

22 **Sec. 225.** 2007 c 518 s 226 (uncodified) is amended to read as
23 follows:

24 **FOR THE DEPARTMENT OF TRANSPORTATION--RAIL--PROGRAM Y--OPERATING**

25 Multimodal Transportation Account--State

26 Appropriation ((\$37,034,000))
27 \$37,012,000

28 The appropriation in this section is subject to the following
29 conditions and limitations:

30 (1) The department shall publish a final long-range plan for Amtrak
31 Cascades by September 30, 2007. By December 31, 2008, the department
32 shall submit to the office of financial management and the
33 transportation committees of the legislature a midrange plan for Amtrak
34 Cascades that identifies specific steps the department would propose to
35 achieve additional service beyond current levels.

36 (2)(a) \$29,091,000 of the multimodal transportation account--state
37 appropriation is provided solely for the Amtrak service contract and

1 Talgo maintenance contract associated with providing and maintaining
2 the state-supported passenger rail service. Upon completion of the
3 rail platform project in the city of Stanwood, the department shall
4 provide daily Amtrak Cascades service to the city.

5 (b) The department shall negotiate with Amtrak and Burlington
6 Northern Santa Fe to adjust the Amtrak Cascades schedule to leave
7 Bellingham at a significantly earlier hour.

8 (c) When Amtrak Cascades expands the second roundtrip between
9 Vancouver, B.C. and Seattle, the department shall negotiate for the
10 second roundtrip to leave Bellingham southbound no later than 8:30 a.m.

11 (3) No Amtrak Cascade runs may be eliminated.

12 (4) \$40,000 of the multimodal transportation account--state
13 appropriation is provided solely for the produce railcar program. The
14 department is encouraged to implement the produce railcar program by
15 maximizing private investment.

16 (5) The department shall begin planning for a third roundtrip
17 Cascades train between Seattle and Vancouver, B.C. by 2010.

18 **Sec. 226.** 2007 c 518 s 227 (uncodified) is amended to read as
19 follows:

20 **FOR THE DEPARTMENT OF TRANSPORTATION--LOCAL PROGRAMS--PROGRAM Z--**
21 **OPERATING**

22 Motor Vehicle Account--State Appropriation	((\$8,630,000))
	<u>\$8,989,000</u>
24 Motor Vehicle Account--Federal Appropriation	\$2,567,000
25 TOTAL APPROPRIATION	((\$11,197,000))
	<u>\$11,556,000</u>

27 The appropriation in this section is subject to the following
28 conditions and limitations: \$1,146,000 of the motor vehicle
29 account--state appropriation is provided solely for the department to
30 provide funds to Wahkiakum county associated with the operations and
31 maintenance of the Puget Island-Westport ferry. Of this amount,
32 \$902,000 is subject to RCW 47.56.720.

33 **TRANSPORTATION AGENCIES--CAPITAL**

34 **Sec. 301.** 2007 c 518 s 302 (uncodified) is amended to read as
35 follows:

1 **FOR THE COUNTY ROAD ADMINISTRATION BOARD**

2	Rural Arterial Trust Account--State Appropriation	\$64,000,000
3	Motor Vehicle Account--State Appropriation	((\$2,368,000))
4		<u>\$2,370,000</u>
5	County Arterial Preservation Account--State	
6	Appropriation	((\$32,861,000))
7		<u>\$32,641,000</u>
8	TOTAL APPROPRIATION	((\$99,229,000))
9		<u>\$99,011,000</u>

10 The appropriations in this section are subject to the following
11 conditions and limitations:

12 (1) ((~~\$2,069,000~~)) \$2,370,000 of the motor vehicle account--state
13 appropriation may be used for county ~~((ferries. The board shall review~~
14 ~~the requests for county ferry funding in consideration with other~~
15 ~~projects funded from the board. If the board determines these projects~~
16 ~~are a priority over the projects in the rural arterial and county~~
17 ~~arterial preservation grant programs, then they may provide funding for~~
18 ~~these requests))~~ ferry projects as set forth in RCW 47.56.725(4).

19 (2) The appropriations contained in this section include funding to
20 counties to assist them in efforts to recover from winter storm and
21 flood damage, by providing capitalization advances and local match for
22 federal emergency funding as determined by the county road
23 administration board. The county road administration board will
24 specifically identify any such selected projects and will include
25 information concerning them in its next annual report to the
26 legislature.

27 **Sec. 302.** 2007 c 518 s 303 (uncodified) is amended to read as
28 follows:

29 **FOR THE TRANSPORTATION IMPROVEMENT BOARD**

30	Small City Pavement and Sidewalk Account--State	
31	Appropriation	((\$4,500,000))
32		<u>\$5,900,000</u>
33	Urban Arterial Trust Account--State Appropriation	((\$129,600,000))
34		<u>\$126,600,000</u>
35	Transportation Improvement Account--State	
36	Appropriation	((\$90,643,000))
37		<u>\$87,143,000</u>

1 TOTAL APPROPRIATION ((~~\$224,743,000~~))
2 \$219,643,000

3 The appropriations in this section are subject to the following
4 conditions and limitations:

5 (1) The transportation improvement account--state appropriation
6 includes up to \$7,143,000 in proceeds from the sale of bonds authorized
7 in RCW 47.26.500.

8 (2) The urban arterial trust account--state appropriation includes
9 up to \$15,000,000 in proceeds from the sale of bonds authorized in
10 Substitute House Bill No. 2394. If Substitute House Bill No. 2394 is
11 not enacted by June 30, 2007, the amount provided in this subsection
12 shall lapse.

13 NEW SECTION. **Sec. 303.** A new section is added to 2007 c 518
14 (uncodified) to read as follows:

15 **FOR THE DEPARTMENT OF TRANSPORTATION**

16 The nickel and transportation partnership revenue packages were
17 created in 2003 and 2005 to finance transportation construction over a
18 sixteen year period. Since the adoption of the 2003 and 2005
19 transportation project lists, significant cost increases have resulted
20 from extraordinary inflation. At the same time, motor vehicle fuel
21 prices have risen dramatically, and state and federal gas tax revenues
22 dedicated to paying for these programs are forecasted to decrease over
23 the sixteen year time period. Additional cost increases and eroding
24 revenues will be difficult, if not impossible, to accommodate in the
25 sixteen year financial plan.

26 As part of its budget submittal for the 2009-2011 biennium, the
27 department of transportation shall prepare information regarding the
28 nickel and transportation partnership funded projects for consideration
29 by the office of financial management and the legislative
30 transportation committees that:

31 (1) Compares the original project cost estimates approved in the
32 2003 and 2005 project list to the completed cost of the project, or the
33 most recent legislatively approved budget and total project costs for
34 projects not yet completed;

35 (2) Reprioritizes remaining highway projects to reflect updated
36 cost-benefit analyses;

- 1 (3) Identifies highway projects that may be scoped back and still
- 2 achieve a functional benefit;
- 3 (4) Identifies highway projects that have experienced scope
- 4 increases and that can be cut back;
- 5 (5) Identifies highway projects that have lost significant local or
- 6 regional contributions which were essential to completing the project;
- 7 and
- 8 (6) Identifies contingency amounts allocated to projects.

9 **Sec. 304.** 2007 c 518 s 304 (uncodified) is amended to read as
10 follows:

11 **FOR THE DEPARTMENT OF TRANSPORTATION--PROGRAM D (DEPARTMENT OF**
12 **TRANSPORTATION-ONLY PROJECTS)--CAPITAL**

13 Motor Vehicle Account--State Appropriation (~~(\$6,202,000)~~)
14 \$6,255,000

15 The appropriation in this section is subject to the following
16 conditions and limitations:

- 17 (1) \$584,000 of the motor vehicle account--state appropriation is
- 18 for statewide administration.
- 19 (2) (~~(\$750,000)~~) \$803,000 of the motor vehicle account--state
- 20 appropriation is for regional minor projects.
- 21 (3) \$568,000 of the motor vehicle account--state appropriation is
- 22 for the Olympic region headquarters property payments.
- 23 (4) By September 1, 2007, the department shall submit to the
- 24 transportation committees of the legislature predesign plans, developed
- 25 using the office of financial management's predesign process, for all
- 26 facility replacement projects to be proposed in the facilities 2008
- 27 budget proposal.
- 28 (5) \$1,600,000 of the motor vehicle account--state appropriation is
- 29 for site acquisition for the Tri-cities area maintenance facility.
- 30 (6) \$2,700,000 of the motor vehicle account--state appropriation is
- 31 for site acquisition for the Vancouver light industrial facility.
- 32 (7) The department shall work with the office of financial
- 33 management and staff of the transportation committees of the
- 34 legislature to develop a statewide inventory of all department-owned
- 35 surplus property that is suitable for development for department
- 36 facilities or that should be sold. By December 1, 2008, the department

1 shall report to the joint transportation committee on the findings of
2 this study.

3 **Sec. 305.** 2007 c 518 s 305 (uncodified) is amended to read as
4 follows:

5 **FOR THE DEPARTMENT OF TRANSPORTATION--IMPROVEMENTS--PROGRAM I**

6	Transportation Partnership Account--State	
7	Appropriation	((\$1,226,516,000))
8		<u>\$1,169,888,705</u>
9	Motor Vehicle Account--State Appropriation	((\$82,045,000))
10		<u>\$83,541,000</u>
11	Motor Vehicle Account--Federal Appropriation	((\$404,090,000))
12		<u>\$410,604,000</u>
13	Motor Vehicle Account--Private/Local	
14	Appropriation	((\$49,157,000))
15		<u>\$61,201,000</u>
16	Special Category C Account--State Appropriation	((\$29,968,000))
17		<u>\$29,125,000</u>
18	<u>Multimodal Transportation Account--Federal</u>	
19	<u>Appropriation</u>	<u>\$86,100,000</u>
20	Tacoma Narrows Toll Bridge Account--State	
21	Appropriation	((\$142,484,000))
22		<u>\$32,277,000</u>
23	Transportation 2003 Account (Nickel Account)--State	
24	Appropriation	((\$1,100,746,000))
25		<u>\$1,139,722,000</u>
26	((Freight Congestion Relief Account--State	
27	 Appropriation	(\$40,000,000))
28	<u>Freight Mobility Multimodal Account--State</u>	
29	<u>Appropriation</u>	<u>\$208,000</u>
30	TOTAL APPROPRIATION	((\$3,075,006,000))
31		<u>\$3,012,666,705</u>

32 The appropriations in this section are subject to the following
33 conditions and limitations:

34 (1) Except as provided otherwise in this section, the entire
35 transportation 2003 account (nickel account) appropriation and the
36 entire transportation partnership account appropriation are provided
37 solely for the projects and activities as listed by fund, project, and

1 amount in LEAP Transportation Document (~~(2007-1)~~) 2008-1, Highway
2 Improvement Program (I) as developed (~~(April 20, 2007)~~) February 20,
3 2008, except that funding for project I-5/SR 501 Ridgefield Interchange
4 - Rebuild Interchange (400506I) shall be provided as identified in LEAP
5 Transportation Document 2007-1, Highway Improvement Program (I) as
6 developed April 20, 2007, and except that funding for project SR
7 510/Yelm Loop - New alignment (351025A) shall be provided as follows:
8 \$17,697,433 of the transportation partnership account--state
9 appropriation and \$1,293,274 of the motor vehicle account--state
10 appropriation and an additional \$4,346,150 of the transportation
11 partnership account--state appropriation shall also be provided for the
12 2009-11 biennium. However, limited transfers of specific line-item
13 project appropriations may occur between projects for those amounts
14 listed subject to the conditions and limitations in section 603 of this
15 act.

16 (2) The department shall not commence construction on any part of
17 the state route number 520 bridge replacement and HOV project until a
18 record of decision has been reached providing reasonable assurance that
19 project impacts will be avoided, minimized, or mitigated as much as
20 practicable to protect against further adverse impacts on neighborhood
21 environmental quality as a result of repairs and improvements made to
22 the state route 520 bridge and its connecting roadways, and that any
23 such impacts will be addressed through engineering design choices,
24 mitigation measures, or a combination of both. The requirements of
25 this section shall not apply to off-site pontoon construction
26 supporting the state route number 520 bridge replacement and HOV
27 project.

28 (3) Within the amounts provided in this section, (~~(\$1,991,000)~~)
29 \$1,895,000 of the transportation partnership account--state
30 appropriation, (~~(\$1,656,000)~~) \$2,147,000 of the motor vehicle account--
31 federal appropriation, and (~~(\$8,343,000)~~) \$10,331,000 of the
32 transportation 2003 account (nickel account)--state appropriation are
33 for project 109040T as identified in the LEAP transportation document
34 referenced in subsection (1) of this section: I-90/Two Way Transit-
35 Transit and HOV Improvements - Stage 1. Expenditure of the funds on
36 construction is contingent upon revising the access plan for Mercer
37 Island traffic such that Mercer Island traffic will have access to the
38 outer roadway high occupancy vehicle (HOV) lanes during the period of

1 operation of such lanes following the removal of Mercer Island traffic
2 from the center roadway and prior to conversion of the outer roadway
3 HOV lanes to high occupancy toll (HOT) lanes. Sound transit may only
4 have access to the center lanes when alternative R8A is complete.

5 (4) The Tacoma Narrows toll bridge account--state appropriation
6 includes up to (~~(\$131,016,000)~~) \$18,000,000 in proceeds from the sale
7 of bonds authorized by RCW 47.10.843.

8 (5) The funding described in this section includes (~~(\$8,095,541)~~)
9 \$36,692,476 of the transportation 2003 account (nickel account)--state
10 appropriation and (~~(\$237,241 of the motor vehicle account--~~
11 ~~private/local)~~) \$207,524 of the freight mobility multimodal account--
12 state appropriation, which are for the SR 519 project identified as
13 project number 851902A in the LEAP Transportation Document referenced
14 in subsection (1) of this section. The total project is expected to
15 cost no more than \$74,400,000 including (~~(\$11,950,000)~~) \$6,000,000 in
16 contributions from project partners.

17 (6) To promote and support community-specific noise reduction
18 solutions, the department shall:

19 (a) Prepare a draft directive that establishes how each community's
20 priorities and concerns may be identified and addressed in order to
21 allow consideration of a community's preferred methods of advanced
22 visual shielding and aesthetic screening, for the purpose of improving
23 the noise environment of major state roadway projects in locations that
24 do not meet the criteria for standard noise barriers. The intent is
25 for these provisions to be supportable by existing project budgets.
26 The directive shall also include direction on the coordination and
27 selection of visual and aesthetic options with local communities. The
28 draft directive shall be provided to the standing transportation
29 committees of the legislature by January 2008; and

30 (b) Pilot the draft directive established in (a) of this subsection
31 in two locations along major state roadways. If practicable, the
32 department should begin work on the pilot projects while the directive
33 is being developed. One pilot project shall be located in Clark county
34 on a significant capacity improvement project. The second pilot
35 project shall be located in urban King county, which shall be on a
36 corridor highway project through mixed land use areas that is nearing
37 or under construction. The department shall provide a written report
38 to the standing transportation committees of the legislature on the

1 findings of the Clark county pilot project by January 2009, and the
2 King county pilot project by January 2010. Based on results of the
3 pilot projects, the department shall update its design manual,
4 environmental procedures, or other appropriate documents to incorporate
5 the directive.

6 ~~((+8))~~ (7) If the "Green Highway" provisions of Engrossed Second
7 Substitute House Bill No. 1303 (cleaner energy) are enacted, the
8 department shall erect signs on the interstate highways included in
9 those provisions noting that these interstates have been designated
10 "Washington Green Highways."

11 ~~((+9))~~ (8) If on the I-405/I-90 to SE 8th Street Widening project
12 the department finds that there is an alternative investment to
13 preserve reliable rail accessibility to major manufacturing sites
14 within the I-405 corridor that are less expensive than replacing the
15 Wilburton Tunnel, the department may enter into the necessary
16 agreements to implement that alternative provided that costs remain
17 within the approved project budget.

18 ~~((+11))~~ (9) The department shall apply for surface transportation
19 program (STP) enhancement funds to be expended in lieu of or in
20 addition to state funds for eligible costs of projects in Programs I
21 and P, including, but not limited to, the SR 518, SR 519, SR 520, and
22 Alaskan Way Viaduct projects.

23 ~~((+12))~~ (10) \$250,000 of the motor vehicle account--state
24 appropriation is provided solely for an inland pacific hub study to
25 develop an inland corridor for the movement of freight and goods to and
26 through eastern Washington; and \$500,000 of the motor vehicle account--
27 state appropriation is provided solely for the SR3/SR16 corridor study
28 to plan and prioritize state and local improvements needed over the
29 next 10-20 years to support safety, capacity development, and economic
30 development within the corridor.

31 ~~((+13))~~ (11) The department shall, on a quarterly basis beginning
32 July 1, 2007, provide to the office of financial management and the
33 legislature reports providing the status on each active project funded
34 in part or whole by the transportation 2003 account (nickel account) or
35 the transportation partnership account. Funding provided at a
36 programmatic level for transportation partnership account and
37 transportation 2003 account (nickel account) projects relating to
38 bridge rail, guard rail, fish passage barrier removal, and roadside

1 safety projects should be reported on a programmatic basis. Projects
2 within this programmatic level funding should be completed on a
3 priority basis and scoped to be completed within the current
4 programmatic budget. Other projects may be reported on a programmatic
5 basis. The department shall work with the office of financial
6 management and the transportation committees of the legislature to
7 agree on report formatting and elements. Elements shall include, but
8 not be limited to, project scope, schedule, and costs. The department
9 shall also provide the information required under this subsection on a
10 quarterly basis via the transportation executive information systems
11 (TEIS).

12 ~~((+14))~~ (12) The department shall apply for the competitive
13 portion of federal transit administration funds for eligible transit-
14 related costs of the SR 520 bridge replacement and HOV project. The
15 federal funds described in this subsection shall not include those
16 federal transit administration funds distributed by formula.

17 ~~((+15))~~ (13) Funding provided by this act for the Alaskan Way
18 Viaduct project shall not be spent for preliminary engineering, design,
19 right-of-way acquisition, or construction on the project if completion
20 of the project would more likely than not reduce the capacity of the
21 facility. Capacity shall be measured by including the consideration of
22 the efficient movement of people and goods on the facility.

23 ~~((+16))~~ (14) The governor shall convene a collaborative process
24 involving key leaders to determine the final project design for the
25 Alaskan Way Viaduct.

26 (a) The process shall be guided by the following common principles:
27 Public safety must be maintained; the final project shall meet both
28 capacity and mobility needs; and taxpayer dollars must be spent
29 responsibly.

30 (b) The state's project expenditures shall not exceed
31 \$2,800,000,000.

32 (c) A final design decision shall be made by December 31, 2008.

33 ~~((+17))~~ (15) During the 2007-09 biennium, the department shall
34 proceed with a series of projects on the Alaskan Way Viaduct that are
35 common to any design alternative. Those projects include relocation of
36 two electrical transmission lines, Battery Street tunnel upgrades,
37 seismic upgrades from Lenora to the Battery Street tunnel, viaduct

1 removal from Holgate to King Street, and development of transit
2 enhancements and other improvements to mitigate congestion during
3 construction.

4 ~~((+18+))~~ (16) The entire freight congestion relief account--state
5 appropriation is contingent upon the enactment during the 2007-2009
6 fiscal biennium of a bill, resulting from the study established in
7 Substitute Senate Bill No. 5207, that makes available funding to
8 support project expenditures funded from the freight congestion relief
9 account created in Substitute Senate Bill No. 5207. If such a funding
10 bill is not enacted by June 30, 2009, the entire freight congestion
11 relief account--state appropriation shall lapse.

12 ~~((+19+))~~ (17) The transportation 2003 account (nickel account)--
13 state appropriation includes up to ~~(((\$874,610,000))~~ \$820,000,000 in
14 proceeds from the sale of bonds authorized by RCW 47.10.861.

15 ~~((+20+))~~ (18) The transportation partnership account--state
16 appropriation includes up to ~~(((\$900,000,000))~~ \$800,000,000 in proceeds
17 from the sale of bonds authorized in RCW 47.10.873.

18 ~~((+21+))~~ (19) The special category C account--state appropriation
19 includes up to ~~(((\$22,080,000))~~ \$21,497,000 in proceeds from the sale of
20 bonds authorized in Substitute House Bill No. 2394. If Substitute
21 House Bill No. 2394 is not enacted by June 30, 2007, the amount
22 provided in this subsection shall lapse.

23 ~~((+22+))~~ (20) \$4,500,000 of the motor vehicle account--federal
24 appropriation is provided solely for cost increases on the SR
25 304/Bremerton tunnel project.

26 ~~((+23- \$3,000,000))~~ (21) \$2,071,000 of the motor vehicle account--
27 ~~((state))~~ federal appropriation is provided solely for initial design
28 and right of way work on a new southbound SR 509 to eastbound SR 518
29 freeway-to-freeway elevated ramp.

30 ~~((+24+))~~ (22) \$500,000 of the motor vehicle account--federal
31 appropriation to the SR 543/I-5 to Canadian border project is provided
32 solely for retaining wall facia improvements.

33 ~~((+25- \$1,400,000))~~ (23) \$950,146 of the motor vehicle account--
34 federal appropriation ~~((is))~~ and \$23,676 of the motor vehicle
35 account--state appropriation are provided solely for the Westview
36 school noise wall.

37 ~~((+26+))~~ (24) \$1,600,000 of the motor vehicle account--~~((federal))~~

1 state appropriation is provided solely for two noise walls on SR 161 in
2 King county.

3 ~~((+27))~~ (25) ((\$900,000)) \$20,000 of the motor vehicle account--
4 state appropriation and ~~((+27))~~ (\$100,000) \$280,000 of the motor vehicle
5 account--federal appropriation are provided solely for interchange
6 design and planning work on US 12 at A street and tank farm road.

7 (26) The funding described in this section includes \$19,938,892 of
8 the transportation partnership account--state appropriation, \$28,623 of
9 the motor vehicle account--state appropriation, \$308,000 of the motor
10 vehicle account--private/local appropriation, and \$2,899,917 of the
11 motor vehicle account--federal appropriation for the I-5/Columbia river
12 crossing/Vancouver project. Future funding will include up to
13 \$15,000,000 awarded to Washington and Oregon jointly through the U.S.
14 department of transportation corridors of the future program in the
15 2007 federal highway authority discretionary fund allocations.

16 (27) The department shall study any outstanding issues, including
17 financial issues that may apply to the I-5/Columbia river
18 crossing/Vancouver project. The department's efforts must include an
19 analysis of current bi-state efforts in planning, coordination, and
20 funding for the project; opportunities for the joining of state and
21 local government agencies and the private sector in a strong
22 partnership that contributes to the completion of the project; and
23 opportunities to work with the congressional delegations of Oregon and
24 Washington to provide federal funding and other assistance that will
25 advance this project of national and regional significance.

26 (28) The department shall conduct a study to determine the
27 feasibility of administering tolls on the US 395 North Spokane
28 corridor. The study findings must include the potential revenue that
29 could be generated by tolling all lanes on the corridor and the
30 potential revenue and traffic benefits that could be provided by truck-
31 only toll lanes on the corridor. The department shall report its
32 findings to the governor and the transportation committees of the
33 legislature by June 1, 2009.

34 (29) \$1,500,000 of the motor vehicle account--federal appropriation
35 and \$4,907,655 of the transportation partnership account--state
36 appropriation are provided solely for project 1090400 as identified in
37 the LEAP transportation document in subsection (1) of this section:
38 I-90/Two-Way Transit-Transit and HOV Improvements, Stages 2 and 3. Of

1 these amounts, up to \$550,000 of the transportation partnership
2 account--state appropriation is to provide funding for an independent
3 technical review, overseen by the joint transportation committee, of
4 light rail impacts on the Interstate 90 - Homer Hadley Floating Bridge.
5 The technical review shall complement sound transit's current and
6 planned engineering design work to expand light rail in the central
7 Puget Sound region. The department shall coordinate its work with
8 sound transit and seek contributions from sound transit for the review.

9 (30) For the period of preconstruction tolling on the state route
10 520 bridge, the department shall develop improvements of traffic flow
11 from the eastern Lake Washington shoreline to 148th avenue northeast in
12 Bellevue including:

13 (a) Near-term, low-cost enhancements which relocate the high-
14 occupancy vehicle lanes to the inside of the alignment; and

15 (b) A plan for an accelerated improvement project for the
16 construction of median flyer stops, reconfiguration of interchanges,
17 addition of direct access ramps, community enhancement lids, and
18 pedestrian/bike path connections.

19 The department shall report to the joint transportation committee by
20 September 1, 2008, on the short-term low-cost improvement plans and
21 include in their budget submittal to the office of financial management
22 a proposal for the accelerated improvement project.

23 (31) \$700,000 of the motor vehicle account--state appropriation is
24 provided solely for a westbound passing lane west of Sultan on US
25 Highway 2. Additional project funding of \$4,300,000 is assumed in the
26 2009-2011 biennium, bringing the total project funding to \$5,000,000.
27 This high priority safety project will provide a safe passing lane,
28 reducing head-on and crossover collisions as well as improving safety
29 and mobility.

30 **Sec. 306.** 2007 c 518 s 306 (uncodified) is amended to read as
31 follows:

32 **FOR THE DEPARTMENT OF TRANSPORTATION--PRESERVATION--PROGRAM P**
33 Transportation Partnership Account--State

34 Appropriation	((\$220,164,000))
	<u>\$181,666,000</u>
36 Motor Vehicle Account--State Appropriation	((\$71,392,000))
	<u>\$92,275,000</u>

37

1	Motor Vehicle Account--Federal Appropriation	((\$425,161,000))
2		<u>\$457,598,000</u>
3	Motor Vehicle Account--Private/Local Appropriation	((\$15,285,000))
4		<u>\$18,138,000</u>
5	Transportation 2003 Account (Nickel Account)--State	
6	Appropriation	((\$5,122,000))
7		<u>\$11,136,000</u>
8	Puyallup Tribal Settlement Account--State	
9	Appropriation	((\$11,000,000))
10		<u>\$12,500,000</u>
11	TOTAL APPROPRIATION	((\$748,124,000))
12		<u>\$773,313,000</u>

13 The appropriations in this section are subject to the following
14 conditions and limitations:

15 (1) Except as provided otherwise in this section, the entire
16 transportation 2003 account (nickel account) appropriation and the
17 entire transportation partnership account appropriation are provided
18 solely for the projects and activities as listed by fund, project, and
19 amount in LEAP Transportation Document ((~~2007-1~~)) 2008-1, Highway
20 Preservation Program (P) as developed ((~~April 20, 2007~~)) February 20,
21 2008. However, limited transfers of specific line-item project
22 appropriations may occur between projects for those amounts listed
23 subject to the conditions and limitations in section 603 of this act.

24 (2) ((~~\$295,000~~)) \$287,342 of the motor vehicle account--federal
25 appropriation and ((~~\$5,000~~)) \$11,101 of the motor vehicle account--
26 state appropriation are provided solely for the department to determine
27 the most cost efficient way to replace the current Keller ferry.
28 Options reviewed shall not include an expansion of the current capacity
29 of the Keller ferry.

30 (3) ((~~\$5,513,000~~)) \$5,308,000 of the transportation partnership
31 account--state appropriation is provided solely for the purposes of
32 settling all identified and potential claims from the Lower Elwha
33 Klallam Tribe related to the construction of a graving dock facility on
34 the graving dock property. In the matter of *Lower Elwha Klallam Tribe*
35 *et al v. State et al*, Thurston county superior court, cause no.
36 05-2-01595-8, the Lower Elwha Klallam Tribe and the state of Washington
37 entered into a settlement agreement that settles all claims related to
38 graving dock property and associated construction and releases the

1 state from all claims related to the construction of the graving dock
2 facilities. The expenditure of this appropriation is contingent on the
3 conditions and limitations set forth in subsections (a) and (b) of this
4 subsection.

5 (a) \$2,000,000 of the transportation partnership account--state
6 appropriation is provided solely for the benefit of the Lower Elwha
7 Klallam Tribe to be disbursed by the department in accordance with
8 terms and conditions of the settlement agreement.

9 (b) (~~(\$3,513,000)~~) \$3,309,000 of the transportation partnership
10 account--state appropriation is provided solely for the department's
11 remediation work on the graving dock property in accordance with the
12 terms and conditions of the settlement agreement.

13 (4) The department shall apply for surface transportation program
14 (STP) enhancement funds to be expended in lieu of or in addition to
15 state funds for eligible costs of projects in Programs I and P,
16 including, but not limited to, the SR 518, SR 519, SR 520, and Alaskan
17 Way Viaduct projects.

18 (5) The department shall, on a quarterly basis beginning July 1,
19 2007, provide to the office of financial management and the legislature
20 reports providing the status on each active project funded in part or
21 whole by the transportation 2003 account (nickel account) or the
22 transportation partnership account. Funding provided at a programmatic
23 level for transportation partnership account projects relating to
24 seismic bridges should be reported on a programmatic basis. Projects
25 within this programmatic level funding should be completed on a
26 priority basis and scoped to be completed within the current
27 programmatic budget. Other projects may be reported on a programmatic
28 basis. The department shall work with the office of financial
29 management and the transportation committees of the legislature to
30 agree on report formatting and elements. Elements shall include, but
31 not be limited to, project scope, schedule, and costs. The department
32 shall also provide the information required under this subsection on a
33 quarterly basis via the transportation executive information systems
34 (TEIS).

35 (6) The department of transportation shall continue to implement
36 the lowest life cycle cost planning approach to pavement management
37 throughout the state to encourage the most effective and efficient use

1 of pavement preservation funds. Emphasis should be placed on
2 increasing the number of roads addressed on time and reducing the
3 number of roads past due.

4 (7) (~~(\$2,604,501)~~) \$7,517,611 of the motor vehicle account--federal
5 appropriation and (~~(\$3,000,000)~~) \$10,734,736 of the motor vehicle
6 account--state appropriation are for expenditures on damaged state
7 roads due to flooding, mudslides, rock fall, or other unforeseen
8 events.

9 (8) (~~(\$9,665)~~) \$188,000 of the motor vehicle account--state
10 appropriation, (~~(\$12,652,812)~~) \$28,749,000 of the motor vehicle
11 account--federal appropriation, and (~~(\$138,174,581)~~) \$105,653,000 of
12 the transportation partnership account--state appropriation are
13 provided solely for the Hood Canal bridge project.

14 (9) \$12,500,000 of the Puyallup tribal settlement account--state
15 appropriation is provided solely for mitigation costs associated with
16 the Murray Morgan/11th Street Bridge demolition. The department may
17 negotiate with the city of Tacoma for the purpose of transferring
18 ownership of the Murray Morgan/11th Street Bridge to the city. If the
19 city agrees to accept ownership of the bridge, the department may use
20 the Puyallup tribal settlement account appropriation and other
21 appropriated funds for bridge rehabilitation, bridge replacement,
22 bridge demolition, and related mitigation. In no event shall the
23 department's participation exceed \$39,952,862. No funds may be
24 expended unless the city of Tacoma agrees to take ownership of the
25 bridge in its entirety and provides that the payment of these funds
26 extinguishes any real or implied agreements regarding future bridge
27 expenditures.

28 **Sec. 307.** 2007 c 518 s 308 (uncodified) is amended to read as
29 follows:

30 **FOR THE DEPARTMENT OF TRANSPORTATION--WASHINGTON STATE FERRIES**
31 **CONSTRUCTION--PROGRAM W**

32 Puget Sound Capital Construction Account--State	
33 Appropriation	((\$139,139,000))
34	<u>\$143,164,000</u>
35 Puget Sound Capital Construction Account--Federal	
36 Appropriation	((\$66,145,000))
37	<u>\$46,076,000</u>

1 (e) Edmonds ferry terminal - right-of-way acquisition costs
2 (~~and~~), federal match requirements, and removal of Unocal Pier;
3 (f) Friday Harbor ferry terminal - parking resurfacing;
4 (g) Keystone and Port Townsend ferry terminals - route
5 environmental planning;
6 (h) Kingston ferry terminal - transfer span retrofit and overhead
7 vehicle holding control system modifications;
8 (i) Mukilteo ferry terminal - right-of-way acquisition,
9 archaeological studies, (~~and~~) environmental planning, and additional
10 vehicle holding;
11 (j) Orcas ferry terminal - dolphin replacement;
12 (k) Port Townsend ferry terminal - wingwall replacement, interim
13 holding, tie-up slip, and initial reservation system;
14 (~~(k)~~) (l) Seattle ferry terminal - environmental planning,
15 coordination with local jurisdictions, (~~and~~) coordination with
16 highway projects, and contractor payment for automated re-entry gates;
17 (~~and~~
18 (~~l~~)) (m) Southworth ferry terminal - federal grant to conduct
19 preliminary studies and planning for a 2nd operating slip; and
20 (n) Vashon Island and Seattle ferry terminals - modify the
21 passenger-only facilities.
22 (3) \$1,105,000 of the Puget Sound capital construction account--
23 state appropriation and \$8,038,000 of the transportation 2003 account
24 (nickel account)--state appropriation are provided solely for a dolphin
25 replacement project at the Vashon Island ferry terminal. The
26 department shall submit a predesign study to the legislature and must
27 receive legislative approval before beginning design or construction of
28 this project.
29 (4) (~~(\$76,525,000)~~) \$46,020,666 of the transportation 2003 account
30 (nickel account)--state appropriation and (~~(\$50,985,000)~~) \$3,750,000 of
31 the Puget Sound capital construction account--(~~state~~) federal
32 appropriation are provided solely for the procurement of (~~four~~) up to
33 three 144-vehicle auto-passenger ferry vessels.
34 (5) \$18,716,000 of the Puget Sound capital construction account--
35 state appropriation is provided solely for the Eagle Harbor maintenance
36 facility preservation project. These funds may not be used for
37 relocating any warehouses not currently on the Eagle Harbor site.

1 (6) The department shall research an asset management system to
2 improve Washington state ferries' management of capital assets and the
3 department's ability to estimate future preservation needs. The
4 department shall report its findings regarding a new asset management
5 system to the governor and the transportation committees of the
6 legislature no later than January 15, 2008.

7 (7) The department shall sell the M.V. Chinook and M.V. Snohomish
8 passenger-only fast ferries as soon as practicable and deposit the
9 proceeds of the sales into the passenger ferry account created in RCW
10 47.60.645. Once the department ceases to provide passenger-only ferry
11 service, the department shall sell the M.V. Kalama and M.V. Skagit
12 passenger-only ferries and deposit the proceeds of the sales into the
13 passenger ferry account created in RCW 47.60.645.

14 (8) The department shall, on a quarterly basis beginning July 1,
15 2007, provide to the office of financial management and the legislature
16 reports providing the status on each project listed in this section and
17 in the project lists submitted pursuant to this act and on any
18 additional projects for which the department has expended funds during
19 the 2007-09 fiscal biennium. Elements shall include, but not be
20 limited to, project scope, schedule, and costs. The department shall
21 also provide the information required under this subsection via the
22 transportation executive information systems (TEIS).

23 (9) The department of transportation is authorized to sell up to
24 \$105,000,000 in bonds authorized by RCW 47.10.843 for vessel and
25 terminal acquisition, major and minor improvements, and long lead-time
26 materials acquisition for the Washington state ferries.

27 **Sec. 308.** 2007 c 518 s 309 (uncodified) is amended to read as
28 follows:

29 **FOR THE DEPARTMENT OF TRANSPORTATION--RAIL--PROGRAM Y--CAPITAL**
30 Essential Rail Assistance Account--State Appropriation . . . \$500,000
31 (~~Freight Congestion Relief Account--State~~
32 ~~Appropriation \$25,000,000~~)
33 Transportation Infrastructure Account--State
34 Appropriation ((~~\$2,500,000~~))
35 \$11,100,000
36 Multimodal Transportation Account--State
37 Appropriation ((~~\$154,637,000~~))

1		<u>\$152,916,000</u>
2	Multimodal Transportation Account--Federal	
3	Appropriation	((\$30,450,000))
4		<u>\$33,906,000</u>
5	Multimodal Transportation Account--Private/Local	
6	Appropriation	((\$7,894,000))
7		<u>\$2,659,000</u>
8	TOTAL APPROPRIATION	((\$220,981,000))
9		<u>\$201,081,000</u>

10 The appropriations in this section are subject to the following
11 conditions and limitations:

12 (1)(a) Except as provided otherwise in (~~subsection (8) of~~) this
13 section, the entire appropriations in this section are provided solely
14 for the projects and activities as listed by fund, project, and amount
15 in LEAP Transportation Document ((~~2007-1~~)) 2008-1, Rail Capital Program
16 (Y) as developed ((~~April 20, 2007~~)) February 20, 2008. However,
17 limited transfers of specific line-item project appropriations may
18 occur between projects for those amounts listed subject to the
19 conditions and limitations in section 603 of this act.

20 (b) Within the amounts provided in this section, \$2,500,000 of the
21 transportation infrastructure account--state appropriation is for low-
22 interest loans for rail capital projects through the freight rail
23 investment bank program. The department shall issue a call for
24 projects based upon the legislative priorities specified in subsection
25 (7)(a) of this section. Application must be received by the department
26 by November 1, 2007. By December 1, 2007, the department shall submit
27 a prioritized list of recommended projects to the office of financial
28 management and the transportation committees of the legislature.

29 (c) Within the amounts provided in this section, \$3,335,000 of the
30 multimodal transportation account--state appropriation is for statewide
31 - emergent freight rail assistance projects. However, the department
32 shall perform a cost/benefit analysis of the projects according to the
33 legislative priorities specified in subsection (7)(a) of this section,
34 and shall give priority to the following projects: Rail - Tacoma rail
35 yard switching upgrades (\$500,000); Rail - Port of Ephrata spur
36 rehabilitation (\$127,000); Rail - Lewis and Clark rail improvements
37 (\$1,100,000); Rail - Port of Grays Harbor rail access improvements
38 (\$543,000); Rail - Port of Longview rail loop construction (\$291,000);

1 and Rail - Port of Chehalis (\$774,000). If the relative cost of any of
2 the six projects identified in this subsection (1)(c) is not
3 substantially less than the public benefits to be derived from the
4 project, then the department shall not assign the funds to the project,
5 and instead shall use those funds toward those projects identified by
6 the department in the attachments to the "Washington State Department
7 of Transportation FREIGHT RAIL ASSISTANCE FUNDING PROGRAM: 2007-2009
8 Prioritized Project List and Program Update" dated December 2006 for
9 which the proportion of public benefits to be gained compared to the
10 cost of the project is greatest.

11 ~~(d) ((Within the amounts provided in this section, \$25,000,000 of~~
12 ~~the freight congestion relief account state appropriation is for~~
13 ~~modifications to the Stampede Pass rail tunnel to facilitate the~~
14 ~~movement of double stacked rail cars. The department shall quantify~~
15 ~~and report to the legislature by December 1, 2007, the volume of~~
16 ~~freight traffic that would likely be shipped by rail rather than trucks~~
17 ~~if the Stampede Pass rail tunnel were modified to accommodate double~~
18 ~~stacked rail cars.~~

19 ~~(e))~~ Within the amounts provided in this section, ~~((~~\$200,000~~)~~)
20 \$339,000 of the multimodal transportation account--state appropriation
21 is for rescoping and completion of a programmatic EIS for the Kelso to
22 Martin's Bluff - 3rd Mainline and Storage Tracks project. The rescoped
23 project may include funds that are committed to the project by local or
24 private funding partners. However, the rescoped project must be
25 capable of being completed with not more than \$49,470,000 in future
26 state funding. Subject to this funding constraint, the rescoped
27 project must maximize capacity improvements along the rail mainline.

28 ~~((+f))~~ (e) Within the amounts provided in this section, \$3,600,000
29 of the multimodal transportation account--state appropriation is
30 provided solely for work items on the Palouse River and Coulee City
31 Railroad lines.

32 (f) Within the amounts provided in this section, \$2,048,000 of the
33 multimodal transportation account--state appropriation is provided
34 solely for the costs of acquisition of the Palouse River and Coulee
35 City (PCC) rail line system associated with the memorandum of
36 understanding (MOU), which was executed between Washington state and
37 Watco. Total costs associated with the MOU shall not exceed
38 \$10,937,000.

1 (2) The multimodal transportation account--state appropriation
2 includes up to (~~(\$137,620,000)~~) \$149,966,000 in proceeds from the sale
3 of bonds authorized by RCW 47.10.867.

4 (3) The department is directed to seek the use of unprogrammed
5 federal rail crossing funds to be expended in lieu of or in addition to
6 state funds for eligible costs of projects in Program Y, including, but
7 not limited to the "Tacoma -- bypass of Pt. Defiance" project.

8 (4) If new federal funding for freight or passenger rail is
9 received, the department shall consult with the transportation
10 committees of the legislature and the office of financial management
11 prior to spending the funds on existing or additional projects.

12 (5) The department shall sell any ancillary property, acquired when
13 the state purchased the right-of-ways to the PCC rail line system, to
14 a lessee of the ancillary property who is willing to pay fair market
15 value for the property. The department shall deposit the proceeds from
16 the sale of ancillary property into the transportation infrastructure
17 account.

18 (6) The entire freight congestion relief account--state
19 appropriation is contingent upon the enactment during the 2007-2009
20 fiscal biennium of a bill, resulting from the study established in
21 Substitute Senate Bill No. 5207, that makes available funding to
22 support project expenditures funded from the freight congestion relief
23 account created in Substitute Senate Bill No. 5207. If such a funding
24 bill is not enacted by June 30, 2009, the entire freight congestion
25 relief account--state appropriation shall lapse.

26 (7)(a) The department shall develop and implement the
27 benefit/impact evaluation methodology recommended in the statewide rail
28 capacity and needs study finalized in December 2006. The
29 benefit/impact evaluation methodology shall be developed using the
30 following priorities, in order of relative importance:

31 (i) Economic, safety, or environmental advantages of freight
32 movement by rail compared to alternative modes;

33 (ii) Self-sustaining economic development that creates family-wage
34 jobs;

35 (iii) Preservation of transportation corridors that would otherwise
36 be lost;

37 (iv) Increased access to efficient and cost-effective transport to
38 market for Washington's agricultural and industrial products;

1 (v) Better integration and cooperation within the regional,
2 national, and international systems of freight distribution; and

3 (vi) Mitigation of impacts of increased rail traffic on
4 communities.

5 (b) The department shall convene a work group to collaborate on the
6 development of the benefit/impact analysis method to be used in the
7 evaluation. The work group must include, at a minimum, the freight
8 mobility strategic investment board, the department of agriculture, and
9 representatives from the various users and modes of the state's rail
10 system.

11 (c) The department shall use the benefit/impact analysis and
12 priorities in (a) of this subsection when submitting requests for state
13 funding for rail projects. The department shall develop a standardized
14 format for submitting requests for state funding for rail projects that
15 includes an explanation of the analysis undertaken, and the conclusions
16 derived from the analysis.

17 (d) The department and the freight mobility strategic investment
18 board shall collaborate to submit a report to the office of financial
19 management and the transportation committees of the legislature by
20 September 1, 2008, listing proposed freight highway and rail projects.
21 The report must describe the analysis used for selecting such projects,
22 as required by this act for the department and as required by chapter
23 47.06A RCW for the board. When developing its list of proposed freight
24 highway and rail projects, the freight mobility strategic investment
25 board shall use the priorities identified in (a) of this subsection to
26 the greatest extent possible.

27 ~~((8) \$5,000,000 of the multimodal transportation account state
28 appropriation is reappropriated and provided solely for the costs of
29 acquisition of the PCC railroad associated with the memorandum of
30 understanding (MOU), which was executed between Washington state and
31 Watco. Total costs associated with the MOU shall not exceed
32 \$10,937,000.))~~

33 **Sec. 309.** 2007 c 518 s 310 (uncodified) is amended to read as
34 follows:

35 **FOR THE DEPARTMENT OF TRANSPORTATION--LOCAL PROGRAMS--PROGRAM Z--**
36 **CAPITAL**

37 Highway Infrastructure Account--State Appropriation \$207,000

1	Highway Infrastructure Account--Federal	
2	Appropriation	\$1,602,000
3	Freight Mobility Investment Account--State	
4	Appropriation	((\$12,500,000))
5		<u>\$12,378,000</u>
6	((Freight Congestion Relief Account--State	
7	 Appropriation	\$46,720,000))
8	Transportation Partnership Account--State	
9	Appropriation	\$2,906,000
10	Motor Vehicle Account--State Appropriation	((\$9,854,000))
11		<u>\$9,320,000</u>
12	Motor Vehicle Account--Federal Appropriation	((\$60,150,000))
13		<u>\$63,667,000</u>
14	Freight Mobility Multimodal Account--State	
15	Appropriation	\$12,100,000
16	<u>Freight Mobility Multimodal Account--</u>	
17	<u> Private/Local Appropriation</u>	<u>\$3,755,000</u>
18	Multimodal Transportation Account--Federal	
19	Appropriation	((\$3,500,000))
20		<u>\$4,180,000</u>
21	Multimodal Transportation Account--State	
22	Appropriation	((\$33,158,000))
23		<u>\$32,884,000</u>
24	Transportation 2003 Account (Nickel Account)--State	
25	Appropriation	((\$2,706,000))
26		<u>\$2,721,000</u>
27	Passenger Ferry Account--State Appropriation	\$8,500,000
28	TOTAL APPROPRIATION	((\$193,903,000))
29		<u>\$154,220,000</u>

30 The appropriations in this section are subject to the following
31 conditions and limitations:

32 (1) The department shall, on a quarterly basis, provide status
33 reports to the legislature on the delivery of projects as outlined in
34 the project lists incorporated in this section. For projects funded by
35 new revenue in the 2003 and 2005 transportation packages, reporting
36 elements shall include, but not be limited to, project scope, schedule,
37 and costs. Other projects may be reported on a programmatic basis.

1 The department shall also provide the information required under this
2 subsection on a quarterly basis via the transportation executive
3 information system (TEIS).

4 (2) \$8,500,000 of the passenger ferry account--state appropriation
5 is provided solely for near and long-term costs of capital improvements
6 in a business plan approved by the governor for passenger ferry
7 service.

8 (3) The department shall seek the use of unprogrammed federal rail
9 crossing funds to be expended in lieu of or in addition to state funds
10 for eligible costs of projects in local programs, program Z capital.

11 (4) The department shall apply for surface transportation program
12 (STP) enhancement funds to be expended in lieu of or in addition to
13 state funds for eligible costs of projects in local programs, program
14 Z capital.

15 (5) Federal funds may be transferred from program Z to programs I
16 and P and state funds shall be transferred from programs I and P to
17 program Z to replace those federal funds in a dollar-for-dollar match.
18 Fund transfers authorized under this subsection shall not affect
19 project prioritization status. Appropriations shall initially be
20 allotted as appropriated in this act. The department may not transfer
21 funds as authorized under this subsection without approval of the
22 office of financial management. The department shall submit a report
23 on those projects receiving fund transfers to the office of financial
24 management and the transportation committees of the legislature by
25 December 1, 2007, and December 1, 2008.

26 (6) The city of Winthrop may utilize a design-build process for the
27 Winthrop bike path project. Of the amount appropriated in this section
28 for this project, \$500,000 of the multimodal transportation account--
29 state appropriation is contingent upon the state receiving from the
30 city of Winthrop \$500,000 in federal funds awarded to the city of
31 Winthrop by its local planning organization.

32 (7) (~~(\$7,000,000)~~) \$11,591,224 of the multimodal transportation
33 account--state appropriation, (~~(\$7,000,000)~~) \$8,640,239 of the motor
34 vehicle account--federal appropriation, and \$4,000,000 of the motor
35 vehicle account--federal appropriation are provided solely for the
36 pedestrian and bicycle safety program projects and safe routes to
37 schools program projects identified in the LEAP Transportation Document
38 2007-A, pedestrian and bicycle safety program projects and safe routes

1 to schools program projects as developed April 20, 2007. Projects must
2 be allocated funding based on order of priority. The department shall
3 review all projects receiving grant awards under this program at least
4 semiannually to determine whether the projects are making satisfactory
5 progress. Any project that has been awarded funds, but does not report
6 activity on the project within one year of the grant award, shall be
7 reviewed by the department to determine whether the grant should be
8 terminated. The department shall promptly close out grants when
9 projects have been completed, and identify where unused grant funds
10 remain because actual project costs were lower than estimated in the
11 grant award.

12 (8) Up to a maximum of \$5,000,000 of the multimodal transportation
13 account--state appropriation and up to a maximum of \$2,000,000 of the
14 motor vehicle account--federal appropriation are reappropriated for the
15 pedestrian and bicycle safety program projects and safe routes to
16 schools program projects identified in the LEAP transportation document
17 2006-B, pedestrian and bicycle safety program projects and safe routes
18 to schools program projects as developed March 8, 2006. Projects must
19 be allocated funding based on order of priority. The department shall
20 review all projects receiving grant awards under this program at least
21 semiannually to determine whether the projects are making satisfactory
22 progress. Any project that has been awarded funds, but does not report
23 activity on the project within one year of the grant award, shall be
24 reviewed by the department to determine whether the grant should be
25 terminated. The department shall promptly close out grants when
26 projects have been completed, and identify where unused grant funds
27 remain because actual project costs were lower than estimated in the
28 grant award.

29 (9) The entire freight congestion relief account--state
30 appropriation is contingent upon the enactment during the 2007-2009
31 fiscal biennium of a bill, resulting from the study established in
32 Substitute Senate Bill No. 5207, that makes available funding to
33 support project expenditures funded from the freight congestion relief
34 account created in Substitute Senate Bill No. 5207. If such a funding
35 bill is not enacted by June 30, 2009, the entire freight congestion
36 relief account--state appropriation shall lapse.

37 (10) \$3,500,000 of the multimodal transportation account--federal

1 appropriation is provided solely for the Museum of Flight pedestrian
2 bridge safety project.

3 (11) \$250,000 of the multimodal transportation account--state
4 appropriation is provided solely for the icicle rail station in
5 Leavenworth.

6 (12) \$1,500,000 of the motor vehicle account--state appropriation
7 is provided solely for the Union Gap city road project.

8 (13) (~~(\$350,000)~~) \$250,000 of the motor vehicle account--state
9 appropriation is provided solely for the Saltwater state park bridge
10 project and off-site traffic control costs.

11 (14) \$1,000,000 of the motor vehicle account--state appropriation
12 (~~(is)~~) and \$4,688,000 of the motor vehicle account--federal
13 appropriation are provided solely for the coal creek parkway project.

14 (15) \$250,000 of the multimodal transportation account--state
15 appropriation is provided solely for a streetcar feasibility study in
16 downtown Spokane.

17 (16) \$500,000 of the motor vehicle account--(~~state~~) federal
18 appropriation is provided solely for (~~the~~) slide repairs completed
19 during 2007 and 2008 at or in the vicinity of marine view drive bridge
20 (~~project~~) on Marine View Drive and on Des Moines Memorial Drive in
21 Des Moines.

22 (17) For the 2007-09 project appropriations, unless otherwise
23 provided in this act, the director of financial management may
24 authorize a transfer of appropriation authority between projects
25 managed by the freight mobility strategic investment board, in order
26 for the board to manage project spending and efficiently deliver all
27 projects in the respective program under the following conditions and
28 limitations:

29 (a) At the time the board submits a request to transfer funds under
30 this section a copy of the request shall be submitted to the
31 transportation committees of the legislature; and

32 (b) The office of financial management shall work with legislative
33 staff of the house of representatives and senate transportation
34 committees to review the requested transfers.

35 (18) \$250,000 of the multimodal transportation account--state
36 appropriation is provided solely for a pedestrian underpass under the
37 Columbia basin railroad in Moses Lake.

TRANSFERS AND DISTRIBUTIONS

Sec. 401. 2007 c 518 s 401 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALES DISCOUNTS AND DEBT TO BE PAID BY MOTOR VEHICLE ACCOUNT AND TRANSPORTATION FUND REVENUE

Table with 2 columns: Description and Amount. Rows include Highway Bond Retirement Account Appropriation, Ferry Bond Retirement Account Appropriation, Transportation Improvement Board Bond Retirement Account--State Appropriation, Nondebt-Limit Reimbursable Account Appropriation, Transportation Partnership Account--State Appropriation, Motor Vehicle Account--State Appropriation, Transportation Improvement Account--State Appropriation, Multimodal Transportation Account--State Appropriation, Transportation 2003 Account (Nickel Account)--State Appropriation, Urban Arterial Trust Account--State Appropriation, Special Category C Account Appropriation, and TOTAL APPROPRIATION.

Sec. 402. 2007 c 518 s 402 (uncodified) is amended to read as follows:

1 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**
 2 **BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES AND**
 3 **FISCAL AGENT CHARGES**

4	Transportation Partnership Account--State	
5	Appropriation	((\$2,254,000))
6		<u>\$279,000</u>
7	Motor Vehicle Account--State Appropriation	((\$329,000))
8		<u>\$61,000</u>
9	Transportation Improvement Account--State Appropriation	\$5,000
10	Multimodal Transportation Account--State Appropriation	((\$130,000))
11		<u>\$90,000</u>
12	Transportation 2003 Account (Nickel Account)--State	
13	Appropriation	((\$2,187,000))
14		<u>\$264,000</u>
15	Urban Arterial Trust Account--State Appropriation	\$38,000
16	Special Category C Account--State Appropriation	((\$53,000))
17		<u>\$13,000</u>
18	TOTAL APPROPRIATION	((\$4,996,000))
19		<u>\$750,000</u>

20 **Sec. 403.** 2007 c 518 s 403 (uncodified) is amended to read as
 21 follows:

22 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**
 23 **BOND REGISTRATION AND TRANSFER CHARGES: FOR MVFT BONDS AND TRANSFERS**

24 (1) Motor Vehicle Account--State Reappropriation:

25 For transfer to the Tacoma Narrows Toll Bridge

26	Account	((\$131,016,000))
27		<u>\$19,133,000</u>

28 The department of transportation is authorized to sell up to
 29 ((~~\$131,016,000~~)) \$18,000,000 in bonds authorized by RCW 47.10.843 for
 30 the Tacoma Narrows bridge project. Proceeds from the sale of the bonds
 31 shall be deposited into the motor vehicle account. The department of
 32 transportation shall inform the treasurer of the amount to be
 33 deposited.

34 (2) Motor Vehicle Account--State Appropriation:

35 For transfer to the Puget Sound Capital Construction

36	Account	((\$131,500,000))
37		<u>\$105,000,000</u>

1 The department of transportation is authorized to sell up to
2 (~~(\$131,500,000)~~) \$105,000,000 in bonds authorized by RCW 47.10.843 for
3 vessel and terminal acquisition, major and minor improvements, and long
4 lead-time materials acquisition for the Washington state ferries.

5 **Sec. 404.** 2007 c 518 s 404 (uncodified) is amended to read as
6 follows:

7 **FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION**

8 Motor Vehicle Account Appropriation for
9 motor vehicle fuel tax distributions to cities
10 and counties (~~(\$526,320,000)~~)
11 \$501,783,827

12 **Sec. 405.** 2007 c 518 s 405 (uncodified) is amended to read as
13 follows:

14 **FOR THE STATE TREASURER--TRANSFERS**

15 Motor Vehicle Account--State
16 Appropriation: For motor vehicle fuel tax
17 refunds and statutory transfers (~~(\$937,181,000)~~)
18 \$918,908,000

19 **Sec. 406.** 2007 c 518 s 406 (uncodified) is amended to read as
20 follows:

21 **FOR THE DEPARTMENT OF LICENSING--TRANSFERS**

22 Motor Vehicle Account--State
23 Appropriation: For motor vehicle fuel tax
24 refunds and transfers (~~(\$346,657,000)~~)
25 \$333,207,000

26 **Sec. 407.** 2007 c 518 s 407 (uncodified) is amended to read as
27 follows:

28 **FOR THE STATE TREASURER--ADMINISTRATIVE TRANSFERS**

29 (1) Recreational Vehicle Account--State
30 Appropriation: For transfer to the Motor Vehicle
31 Account--State (~~(\$3,005,000)~~)
32 \$4,505,000

33 (2) License Plate Technology Account--State
34 Appropriation: For the Multimodal Transportation

1 Account--State \$4,500,000
 2 (3) Motor Vehicle Account--State Appropriation:
 3 For transfer to the High-Occupancy Toll Lanes Operations--
 4 State Account \$3,000,000
 5 (4) Motor Vehicle Account--State Appropriation:
 6 For transfer to the Puget Sound Capital Construction
 7 Account--State \$20,000,000
 8 (5) Multimodal Transportation Account--State
 9 Appropriation: For transfer to the Puget Sound
 10 Ferry Operations Account--State (~~(\$39,000,000)~~)
 11 \$66,000,000
 12 (6) Advanced Right-of-Way Revolving Account--State
 13 Appropriation: For transfer to the Motor Vehicle
 14 Account--State \$30,000,000
 15 (7) Waste Tire Removal Account--State Appropriation:
 16 For transfer to the Motor Vehicle Account--State \$5,600,000
 17 ~~(8) ((Motor Vehicle Account--State Appropriation:~~
 18 ~~For transfer to the Transportation Partnership~~
 19 ~~Account--State \$25,000,000~~
 20 ~~(10)) Multimodal Transportation Account--State~~
 21 ~~Appropriation: For transfer to the Transportation~~
 22 ~~Infrastructure Account--State (~~(\$7,000,000)~~)~~
 23 \$8,600,000
 24 ~~((11)) (9) Highway Safety Account--State Appropriation:~~
 25 ~~For transfer to the Multimodal Transportation~~
 26 ~~Account--State \$9,500,000~~
 27 (10) Urban Arterial Trust Account--State Appropriation:
 28 For transfer to the Small City Pavement and Sidewalk
 29 Account--State \$1,400,000

30 The transfers identified in this section are subject to the
 31 following conditions and limitations: ~~((a))~~ The amount transferred
 32 in subsection (3) of this section may be spent only on "highway
 33 purposes" as that term is construed in Article II, section 40 of the
 34 Washington state Constitution.

35 **COMPENSATION**

1 **Sec. 501.** 2007 c 518 s 501 (uncodified) is amended to read as
2 follows:

3 **COMPENSATION--NONREPRESENTED EMPLOYEES--INSURANCE BENEFITS.** The
4 appropriations for state agencies, are subject to the following
5 conditions and limitations:

6 (1)(a) The monthly employer funding rate for insurance benefit
7 premiums, public employees' benefits board administration, and the
8 uniform medical plan, shall not exceed \$707 per eligible employee for
9 fiscal year 2008. For fiscal year 2009 the monthly employer funding
10 rate shall not exceed (~~(\$732)~~) \$575 per eligible employee.

11 (b) In order to achieve the level of funding provided for health
12 benefits, the public employees' benefits board shall require any or all
13 of the following: Employee premium copayments, increases in
14 point-of-service cost sharing, the implementation of managed
15 competition, or make other changes to benefits consistent with RCW
16 41.05.065.

17 (c) The health care authority shall deposit any moneys received on
18 behalf of the uniform medical plan as a result of rebates on
19 prescription drugs, audits of hospitals, subrogation payments, or any
20 other moneys recovered as a result of prior uniform medical plan claims
21 payments, into the public employees' and retirees' insurance account to
22 be used for insurance benefits. Such receipts shall not be used for
23 administrative expenditures.

24 (2) The health care authority, subject to the approval of the
25 public employees' benefits board, shall provide subsidies for health
26 benefit premiums to eligible retired or disabled public employees and
27 school district employees who are eligible for medicare, pursuant to
28 RCW 41.05.085. From January 1, 2008, through December 31, 2008, the
29 subsidy shall be \$165.31. Starting January 1, 2009, the subsidy shall
30 be \$184.26 per month.

31 **Sec. 502.** 2007 c 518 s 502 (uncodified) is amended to read as
32 follows:

33 **COMPENSATION--REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION--INSURANCE**
34 **BENEFITS.** The appropriations for state agencies, are subject to the
35 following conditions and limitations:

36 (1)(a) The monthly employer funding rate for insurance benefit
37 premiums, public employees' benefits board administration, and the

1 uniform medical plan, for represented employees outside the super
2 coalition under chapter 41.80 RCW, shall not exceed \$707 per eligible
3 employee for fiscal year 2008. For fiscal year 2009 the monthly
4 employer funding rate shall not exceed (~~(\$732)~~) \$575 per eligible
5 employee.

6 (b) In order to achieve the level of funding provided for health
7 benefits, the public employees' benefits board shall require any or all
8 of the following: Employee premium copayments, increases in
9 point-of-service cost sharing, the implementation of managed
10 competition, or make other changes to benefits consistent with RCW
11 41.05.065.

12 (c) The health care authority shall deposit any moneys received on
13 behalf of the uniform medical plan as a result of rebates on
14 prescription drugs, audits of hospitals, subrogation payments, or any
15 other moneys recovered as a result of prior uniform medical plan claims
16 payments, into the public employees' and retirees' insurance account to
17 be used for insurance benefits. Such receipts shall not be used for
18 administrative expenditures.

19 (2) The health care authority, subject to the approval of the
20 public employees' benefits board, shall provide subsidies for health
21 benefit premiums to eligible retired or disabled public employees and
22 school district employees who are eligible for medicare, pursuant to
23 RCW 41.05.085. From January 1, 2008, through December 31, 2008, the
24 subsidy shall be \$165.31. Starting January 1, 2009, the subsidy shall
25 be \$184.26 per month.

26 **Sec. 503.** 2007 c 518 s 503 (uncodified) is amended to read as
27 follows:

28 **COMPENSATION--REPRESENTED EMPLOYEES--SUPER COALITION.** Collective
29 bargaining agreements negotiated as part of the super coalition under
30 chapter 41.80 RCW include employer contributions to health insurance
31 premiums at 88% of the cost. Funding rates at this level are currently
32 \$707 per month for fiscal year 2008 and (~~(\$732)~~) \$575 per month for
33 fiscal year 2009. The agreements also include a one-time payment of
34 \$756 for each employee who is eligible for insurance for the month of
35 June, 2007, and is covered by a 2007-2009 collective bargaining
36 agreement pursuant to chapter 41.80 RCW, as well as continuation of the

1 salary increases that were negotiated for the twelve-month period
2 beginning July 1, 2006, and scheduled to terminate June 30, 2007.

3 **MISCELLANEOUS**

4 NEW SECTION. **Sec. 600.** A new section is added to 2007 c 518
5 (uncodified) to read as follows:

6 The department of transportation shall provide up to \$3,450,000 in
7 toll credits to Kitsap transit for passenger-only ferry service. The
8 number of toll credits provided to Kitsap transit must be equal to, but
9 no more than, a number sufficient to meet federal match requirements
10 for grant funding for passenger-only ferry service, but shall not
11 exceed the amount authorized under this section.

12 NEW SECTION. **Sec. 601.** A new section is added to 2007 c 518
13 (uncodified) to read as follows:

14 The department of transportation shall provide up to \$450,000 in
15 toll credits to the port of Kingston for the purchase of a passenger-
16 only ferry vessel. The number of toll credits provided to the port of
17 Kingston must be equal to, but no more than, a number sufficient to
18 meet federal match requirements for grant funding for a passenger-only
19 ferry vessel, but shall not exceed the amount authorized under this
20 section.

21 NEW SECTION. **Sec. 602.** A new section is added to 2007 c 518
22 (uncodified) to read as follows:

23 Our ability to maintain and preserve the state's investment in
24 transportation is acknowledged to be related to the replacement cost of
25 the system, yet the state has no estimates of the entire system's cost
26 or replacement value. A large portion of the state's highway system
27 was developed prior to June 30, 1980, so it is important that the
28 inventory and valuation include all of the state's highway system
29 including the parts of the system constructed prior to June 30, 1980,
30 that is not required by governmental accounting standards board's
31 statement number 34. Consequently, the department of transportation,
32 in conjunction with the office of financial management, must implement
33 the governmental accounting standards board's statement number 34,
34 including a complete inventory and valuation of the state's highway

1 system's cost basis and replacement cost. During 2008, the cochairs of
2 the joint transportation committee shall select legislators to work
3 with the office of financial management and the department of
4 transportation. The purpose of the effort is to enhance decision
5 making that will result in strategic long-term investment decisions in
6 transportation capital project management and appropriate levels of
7 asset maintenance and preservation. The office of financial management
8 will coordinate and manage the complete inventory and the valuation of
9 the total state's highway system. The office of financial management
10 must submit a final report to the legislative transportation committees
11 on or before December 1, 2009.

12 **Sec. 603.** 2007 c 518 s 713 (uncodified) is amended to read as
13 follows:

14 **FOR THE DEPARTMENT OF TRANSPORTATION**

15 Transportation Infrastructure Account--State
16 Appropriation ((\$7,000,000))
17 \$8,600,000

18 The appropriation in this section is subject to the following
19 conditions and limitations: The Palouse River and Coulee City (PCC)
20 rail line system is made up of the CW, P&L and PV Hooper rail lines.
21 The amount provided in this section is provided solely for grants to
22 any intergovernmental entity or local rail district (~~to which~~
23 ~~operating rights for the PCC rail line system are assigned~~), provided
24 that the funds are used only to refurbish the rail lines. It is the
25 intent of the legislature to make the funds appropriated in this
26 section available as grants to an intergovernmental entity or local
27 rail district for the purposes stated in this section at least until
28 June 30, 2012, and to reappropriate as necessary any portion of the
29 appropriation in this section that is not used by June 30, 2009.

30 **Sec. 604.** RCW 46.68.110 and 2007 c 148 s 1 are each amended to
31 read as follows:

32 Funds credited to the incorporated cities and towns of the state as
33 set forth in RCW 46.68.090 shall be subject to deduction and
34 distribution as follows:

35 (1) One and one-half percent of such sums distributed under RCW
36 46.68.090 shall be deducted monthly as such sums are credited and set

1 aside for the use of the department of transportation for the
2 supervision of work and expenditures of such incorporated cities and
3 towns on the city and town streets thereof, including the supervision
4 and administration of federal-aid programs for which the department of
5 transportation has responsibility: PROVIDED, That any moneys so
6 retained and not expended shall be credited in the succeeding biennium
7 to the incorporated cities and towns in proportion to deductions herein
8 made;

9 (2) Thirty-three one-hundredths of one percent of such funds
10 distributed under RCW 46.68.090 shall be deducted monthly, as such
11 funds accrue, and set aside for the use of the department of
12 transportation for the purpose of funding the cities' share of the
13 costs of highway jurisdiction studies and other studies. Any funds so
14 retained and not expended shall be credited in the succeeding biennium
15 to the cities in proportion to the deductions made;

16 (3) One percent of such funds distributed under RCW 46.68.090 shall
17 be deducted monthly, as such funds accrue, to be deposited in the small
18 city pavement and sidewalk account, to implement the city hardship
19 assistance program, as provided in RCW 47.26.164. However, any moneys
20 so retained and not required to carry out the program under this
21 subsection as of July 1st of each odd-numbered year thereafter, shall
22 be retained in the account and used for maintenance, repair, and
23 resurfacing of city and town streets for cities and towns with a
24 population of less than five thousand.

25 (4) During the 2007-2009 biennium, except as provided in RCW
26 47.26.080, after making the deductions under subsections (1) through
27 (3) of this section and RCW 35.76.050, the balance remaining to the
28 credit of incorporated cities and towns shall be apportioned monthly as
29 such funds accrue among the several cities and towns within the state
30 ratably on the basis of the population last determined by the office of
31 financial management.

32 NEW SECTION. Sec. 605. If any provision of this act or its
33 application to any person or circumstance is held invalid, the
34 remainder of the act or the application of the provision to other
35 persons or circumstances is not affected.

1 NEW SECTION. **Sec. 606.** This act is necessary for the immediate
2 preservation of the public peace, health, or safety, or support of the
3 state government and its existing public institutions, and takes effect
4 immediately.

(End of bill)

INDEX	PAGE #
BOARD OF PILOTAGE COMMISSIONERS	5
COMPENSATION	
NONREPRESENTED EMPLOYEES--INSURANCE BENEFITS	68
REPRESENTED EMPLOYEES OUTSIDE--SUPER COALITION INSURANCE BENEFITS	68
REPRESENTED EMPLOYEES--SUPER COALITION	69
COUNTY ROAD ADMINISTRATION BOARD	4, 39
DEPARTMENT OF AGRICULTURE	3
DEPARTMENT OF ARCHAEOLOGY AND HISTORIC PRESERVATION	3
DEPARTMENT OF LICENSING	12
TRANSFERS	66
DEPARTMENT OF TRANSPORTATION	40, 71
AVIATION--PROGRAM F	19
CHARGES FROM OTHER AGENCIES--PROGRAM U	28
ECONOMIC PARTNERSHIPS--PROGRAM K	21
FACILITIES--PROGRAM D--OPERATING	19
HIGHWAY MAINTENANCE--PROGRAM M	21
IMPROVEMENTS--PROGRAM I	42
INFORMATION TECHNOLOGY--PROGRAM C	17
LOCAL PROGRAMS--PROGRAM Z--CAPITAL	59
LOCAL PROGRAMS--PROGRAM Z--OPERATING	38
MARINE--PROGRAM X	34
PRESERVATION--PROGRAM P	49
PROGRAM D (DEPARTMENT OF TRANSPORTATION-ONLY PROJECTS)--CAPITAL	41
PROGRAM DELIVERY MANAGEMENT AND SUPPORT--PROGRAM H	20
PUBLIC TRANSPORTATION--PROGRAM V	30
RAIL--PROGRAM Y--CAPITAL	55
RAIL--PROGRAM Y--OPERATING	37
TOLL OPERATIONS AND MAINTENANCE--PROGRAM B	16
TRAFFIC OPERATIONS--PROGRAM Q--OPERATING	23
TRANSPORTATION MANAGEMENT AND SUPPORT--PROGRAM S	25
TRANSPORTATION PLANNING, DATA, AND RESEARCH--PROGRAM T	26
WASHINGTON STATE FERRIES CONSTRUCTION--PROGRAM W	52
FREIGHT MOBILITY STRATEGIC INVESTMENT BOARD	9
JOINT TRANSPORTATION COMMITTEE	5
MARINE EMPLOYEES COMMISSION	3
OFFICE OF FINANCIAL MANAGEMENT	2

STATE PARKS AND RECREATION COMMISSION	3
STATE TREASURER	
ADMINISTRATIVE TRANSFERS	66
BOND RETIREMENT AND INTEREST	64, 65
STATE REVENUES FOR DISTRIBUTION	66
TRANSFERS	66
TRANSPORTATION COMMISSION	7
TRANSPORTATION IMPROVEMENT BOARD	5, 39
UTILITIES AND TRANSPORTATION COMMISSION	1
WASHINGTON STATE PATROL	
FIELD OPERATIONS BUREAU	9
INVESTIGATIVE SERVICES BUREAU	11
TECHNICAL SERVICES BUREAU	11
WASHINGTON TRAFFIC SAFETY COMMISSION	4

--- END ---