SENATE BILL 6035

State of Washington 60th Legislature 2007 Regular Session

By Senators Poulsen and Rockefeller

Read first time 02/14/2007. Referred to Committee on Government Operations & Elections.

AN ACT Relating to beach management districts; amending RCW 1 2 36.61.010, 36.61.020, 36.61.025, 36.61.030, 36.61.040, 36.61.050, 3 36.61.060, 36.61.070, 36.61.080, 36.61.090, 36.61.100, 36.61.110, 36.61.115, 36.61.160, 4 36.61.120, 36.61.140, 36.61.170, 36.61.190, 5 36.61.200, 36.61.220, 36.61.230, 36.61.260, 36.61.270, 36.94.020, 6 39.34.190, 86.09.151; creating and a new section; making 7 appropriations; and providing an expiration date.

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

9 **Sec. 1.** RCW 36.61.010 and 1987 c 432 s 1 are each amended to read 10 as follows:

11 The legislature finds that the environmental, recreational, and 12 aesthetic values of many of the state's lakes <u>and beaches</u> are 13 threatened by eutrophication and other deterioration and that existing 14 governmental authorities are unable to adequately improve and maintain 15 the quality of the state's lakes <u>and beaches</u>.

16 It is the purpose of this chapter to establish a governmental 17 mechanism by which property owners can embark on a program of lake <u>or</u> 18 <u>beach</u> improvement and maintenance for their and the general public's 19 benefit, health, and welfare. Public property, including state 1 property, shall be considered the same as private property in this 2 chapter, except liens for special assessments and liens for rates and 3 charges shall not extend to public property. Lake bottom property 4 shall not be considered to be benefited, shall not be subject to 5 special assessments or rates and charges, and shall not receive voting 6 rights under this chapter.

7 **Sec. 2.** RCW 36.61.020 and 2000 c 184 s 5 are each amended to read 8 as follows:

9 Any county may create lake <u>or beach</u> management districts to finance 10 the improvement and maintenance of lakes <u>or beaches</u> located within or 11 partially within the boundaries of the county. All or a portion of a 12 lake <u>or beach</u> and the adjacent land areas may be included within one or 13 more lake <u>or beach</u> management districts. More than one lake <u>or beach</u>, 14 or portions of lakes <u>or beaches</u>, and the adjacent land areas may be 15 included in a single lake <u>or beach</u> management district.

16 Special assessments or rates and charges may be imposed on the 17 property included within a lake or beach management district to finance lake <u>or beach</u> improvement and maintenance activities, including: (1) 18 ((The control or removal of)) Controlling or removing aquatic plants 19 20 and vegetation; (2) improving water quality; (3) ((the control of)) 21 controlling water levels; (4) treating and diverting storm water ((diversion and treatment)); (5) controlling agricultural waste 22 ((control)); (6) studying lake or marine water quality problems and 23 24 solutions; (7) cleaning and maintaining ditches and streams entering the lake or marine waters or leaving the lake; ((and)) (8) monitoring 25 26 air quality; and (9) the related administrative, engineering, legal, and operational costs, including the costs of creating the lake or 27 beach management district. 28

Special assessments or rates and charges may be imposed annually on 29 30 all the land in a lake or beach management district for the duration of 31 the lake or beach management district without a related issuance of lake or beach management district bonds or revenue bonds. 32 Special assessments also may be imposed in the manner of special assessments in 33 a local improvement district with each landowner being given the choice 34 of paying the entire special assessment in one payment, or to paying 35 36 installments, with lake or beach management district bonds being issued 37 to obtain moneys not derived by the initial full payment of the special

1 assessments, and the installments covering all of the costs related to 2 issuing, selling, and redeeming the lake <u>or beach</u> management district 3 bonds.

4 **Sec. 3.** RCW 36.61.025 and 2000 c 184 s 4 are each amended to read 5 as follows:

6 To improve the ability of counties to finance long-term lake <u>or</u> 7 <u>beach</u> management objectives, lake <u>or beach</u> management districts may be 8 created for any needed period of time.

9 Sec. 4. RCW 36.61.030 and 1987 c 432 s 3 are each amended to read 10 as follows:

11 A lake or beach management district may be initiated upon either the adoption of a resolution of intention by a county legislative 12 authority or the filing of a petition signed by ten landowners or the 13 14 owners of at least fifteen percent of the acreage contained within the 15 proposed lake or beach management district, whichever is greater. А 16 petition or resolution of intention shall set forth: (1) The nature of the lake or beach improvement or maintenance activities proposed to be 17 18 financed; (2) the amount of money proposed to be raised by special 19 assessments or rates and charges; (3) if special assessments are to be 20 imposed, whether the special assessments will be imposed annually for the duration of the lake or beach management district, or the full 21 22 special assessments will be imposed at one time, with the possibility 23 of installments being made to finance the issuance of lake or beach management district bonds, or both methods; (4) if rates and charges 24 25 are to be imposed, the annual amount of revenue proposed to be collected and whether revenue bonds payable from the rates and charges 26 are proposed to be issued; (5) the number of years proposed for the 27 duration of the lake or beach management district; and (6) the proposed 28 29 boundaries of the lake or beach management district.

The county legislative authority may require the posting of a bond of up to five thousand dollars before the county considers the proposed creation of a lake <u>or beach</u> management district initiated by petition. The bond may only be used by the county to finance its costs in studying, holding hearings, making notices, preparing special assessment rolls or rolls showing the rates and charges on each parcel,

1 and conducting elections related to the lake <u>or beach</u> management 2 district if the proposed lake <u>or beach</u> management district is not 3 created.

A resolution of intention shall also designate the number of the proposed lake <u>or beach</u> management district, and fix a date, time, and place for a public hearing on the formation of the proposed lake <u>or</u> <u>beach</u> management district. The date for the public hearing shall be at least thirty days and no more than ninety days after the adoption of the resolution of intention unless an emergency exists.

10 Petitions shall be filed with the county legislative authority. The county legislative authority shall determine the sufficiency of the 11 12 signatures, which shall be conclusive upon all persons. No person may 13 withdraw his or her name from a petition after it is filed. If the 14 county legislative authority determines a petition to be sufficient and the proposed lake or beach management district appears to be in the 15 public interest and the financing of the lake or beach improvement or 16 17 maintenance activities is feasible, it shall adopt a resolution of intention, setting forth all of the details required to be included 18 when a resolution of intention is initiated by the county legislative 19 20 authority.

21 **Sec. 5.** RCW 36.61.040 and 1994 c 264 s 9 are each amended to read 22 as follows:

23 Notice of the public hearing shall be published in at least two 24 consecutive issues of a newspaper of general circulation in the proposed lake or beach management district, the date of the first 25 26 publication to be at least fifteen days prior to the date fixed for the public hearing by the resolution of intention. Notice of the public 27 hearing shall also be given to the owner or reputed owner of any lot, 28 tract, parcel of land, or other property within the proposed lake or 29 30 beach management district by mailing the notice at least fifteen days 31 before the date fixed for the public hearing to the owner or reputed owner of the property as shown on the tax rolls of the county assessor 32 at the address shown thereon. Notice of the public hearing shall also 33 be mailed to the departments of fish and wildlife, natural resources, 34 35 and ecology at least fifteen days before the date fixed for the public 36 hearing.

Notices of the public hearing shall: (1) Refer to the resolution 1 2 of intention; (2) designate the proposed lake or beach management district by number; (3) set forth a proposed plan describing: (a) The 3 nature of the proposed lake or beach improvement or maintenance 4 5 activities; (b) the amount of special assessments or rates and charges proposed to be raised by the lake or beach management district; (c) if 6 7 special assessments are proposed to be imposed, whether the special assessments will be imposed annually for the duration of the lake or 8 beach management district, or the full special assessments will be 9 10 payable at one time, with the possibility of periodic installments being paid and lake or beach management bonds being issued, or both; 11 12 (d) if rates and charges are proposed to be imposed, the annual amount 13 of revenue proposed to be collected and whether revenue bonds payable 14 from the rates and charges are proposed to be issued; and (e) the proposed duration of the lake or beach management district; and (4) 15 indicate the date, time, and place of the public hearing designated in 16 17 the resolution of intention.

In the case of the notice sent to each owner or reputed owner by mail, the notice shall set forth the estimated amount of the cost of the lake <u>or beach</u> improvement or maintenance activities to be borne by special assessment, or annual special assessments, or rates and charges on the lot, tract, parcel of land, or other property owned by the owner or reputed owner.

If the county legislative authority has designated a committee of itself or an officer to hear complaints and make recommendations to the full county legislative authority, as provided in RCW 36.61.060, the notice shall also describe this additional step before the full county legislative authority may adopt a resolution creating the lake <u>or beach</u> management district.

30 **Sec. 6.** RCW 36.61.050 and 1994 c 264 s 10 are each amended to read 31 as follows:

The county legislative authority shall hold a public hearing on the proposed lake <u>or beach</u> management district at the date, time, and place designated in the resolution of intention.

35 At this hearing the county legislative authority shall hear 36 objections from any person affected by the formation of the lake <u>or</u> 37 <u>beach</u> management district. Representatives of the departments of fish

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and wildlife, natural resources, and ecology shall be afforded 1 2 opportunities to make presentations on and comment on the proposal. Members of the public shall be afforded an opportunity to comment on 3 The county legislative authority must consider 4 the proposal. 5 recommendations provided to it by the departments of fish and wildlife, <u>natural resources</u>, and ecology. The public hearing may be extended to 6 7 other times and dates declared at the public hearing. The county legislative authority may make such changes in the boundaries of the 8 lake or beach management district or such modification in plans for the 9 10 proposed lake or beach improvement or maintenance activities as it deems necessary. The county legislative authority may not change 11 12 boundaries of the lake or beach management district to include property that was not included previously without first passing an amended 13 14 resolution of intention and giving new notice to the owners or reputed owners of property newly included in the proposed lake or beach 15 16 management district in the manner and form and within the time provided 17 for the original notice. The county legislative authority shall not alter the plans for the proposed lake <u>or beach</u> improvement 18 or maintenance activities to result in an increase in the amount of money 19 proposed to be raised, and shall not increase the amount of money 20 21 proposed to be raised, without first passing an amended resolution of 22 intention and giving new notice to property owners in the manner and form and within the time provided for the original notice. 23

24 Sec. 7. RCW 36.61.060 and 1985 c 398 s 10 are each amended to read 25 as follows:

26 A county legislative authority may adopt an ordinance providing for a committee of itself, or an officer, to hold public hearings on the 27 proposed formation of a lake or beach management district and hear 28 29 objections to the proposed formation as provided in RCW 36.61.050. The committee or officer shall make a recommendation to the full 30 31 legislative authority, which need not hold a public hearing on the proposed creation of the lake or beach management district. 32 The full county legislative authority by resolution may approve or disapprove 33 34 the recommendation and submit the question of creating the lake or 35 beach management district to the property owners as provided in RCW 36 36.61.070 through 36.61.100.

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1 Sec. 8. RCW 36.61.070 and 1987 c 432 s 5 are each amended to read
2 as follows:

After the public hearing, the county legislative authority may 3 adopt a resolution submitting the question of creating the lake or 4 beach management district to the owners of land within the proposed 5 lake or beach management district, including publicly owned land, if 6 7 the county legislative authority finds that it is in the public interest to create the lake or beach management district and the 8 financing of the lake or beach improvement and maintenance activities 9 is feasible. The resolution shall also include: (1) A plan describing 10 the proposed lake or beach improvement and maintenance activities which 11 avoid adverse impacts on fish and wildlife and provide for appropriate 12 measures to protect and enhance fish and wildlife; (2) the number of 13 years the lake or beach management district will exist; (3) the amount 14 to be raised by special assessments or rates and charges; (4) if 15 16 special assessments are to be imposed, whether the special assessments 17 shall be imposed annually for the duration of the lake or beach management district or only once with the possibility of installments 18 being imposed and lake or beach management bonds being issued, or both, 19 and, if both types of special assessments are proposed to be imposed, 20 21 the lake or beach improvement or maintenance activities proposed to be 22 financed by each type of special assessment; (5) if rates and charges 23 are to be imposed, a description of the rates and charges and the 24 possibility of revenue bonds being issued that are payable from the 25 rates and charges; and (6) the estimated special assessment or rate and charge proposed to be imposed on each parcel included in the proposed 26 27 lake or beach management district.

No lake <u>or beach</u> management district may be created by a county that includes territory located in another county without the approval of the legislative authority of the other county.

31 **Sec. 9.** RCW 36.61.080 and 1987 c 432 s 6 are each amended to read 32 as follows:

33 (1) A ballot shall be mailed to each owner or reputed owner of any 34 lot, tract, parcel of land, or other property within the proposed lake 35 management district, including publicly owned land, which ballot shall 36 contain the following proposition:

37

"Shall lake management district No. . . . be formed?

1 Yes

3 (2) A ballot shall be mailed to each owner or reputed owner of any 4 lot, tract, parcel of land, or other property within the proposed beach 5 management district, including publicly owned land, which ballot shall 6 contain the following proposition:

7 8

9

2

<u>"Shall beach management district No. . . . be formed?</u>
<u>Yes</u>
<u>No</u>

10 (3) In addition, the ballot shall contain appropriate spaces for 11 the signatures of the landowner or landowners, or officer authorized to 12 cast such a ballot. Each ballot shall include a description of the 13 property owner's property and the estimated special assessment, or rate 14 and charge, proposed to be imposed upon the property. A copy of the 15 instructions and the resolution submitting the question to the 16 landowners shall also be included.

17 **Sec. 10.** RCW 36.61.090 and 1987 c 432 s 7 are each amended to read 18 as follows:

The balloting shall be subject to the following conditions, which 19 20 shall be included in the instructions mailed with each ballot, as 21 provided in RCW 36.61.080: (1) All ballots must be signed by the owner or reputed owner of property according to the assessor's tax rolls; (2) 22 each ballot must be returned to the county legislative authority not 23 later than ((five o'clock)) 5:00 p.m. of a specified day, which shall 24 25 be at least twenty but not more than thirty days after the ballots are mailed; (3) each property owner shall mark his or her ballot for or 26 against the creation of the proposed lake or beach management district, 27 28 with the ballot weighted so that the property owner has one vote for 29 each dollar of estimated special assessment or rate and charge proposed 30 to be imposed on his or her property; and (4) the valid ballots shall 31 be tabulated and a simple majority of the votes cast shall determine whether the proposed lake or beach management district shall be 32 approved or rejected. 33

34 **Sec. 11.** RCW 36.61.100 and 1987 c 432 s 8 are each amended to read 35 as follows:

If the proposal receives a simple majority vote in favor of 1 2 creating the lake or beach management district, the county legislative authority shall adopt an ordinance creating the lake or beach 3 management district and may proceed with establishing the special 4 5 assessments or rates and charges, collecting the special assessments or rates and charges, and performing the lake or beach improvement or 6 7 maintenance activities. If a proposed lake management district includes more than one lake and its adjacent areas, the lake management 8 9 district may only be established if the proposal receives a simple 10 majority vote in favor of creating it by the voters on each lake and its adjacent areas. The county legislative authority shall publish a 11 12 notice in a newspaper of general circulation in a lake or beach 13 management district indicating that such an ordinance has been adopted 14 within ten days of the adoption of the ordinance.

15 The ballots shall be available for public inspection after they are 16 counted.

17 **Sec. 12.** RCW 36.61.110 and 1985 c 398 s 11 are each amended to 18 read as follows:

No lawsuit may be maintained challenging the jurisdiction or 19 20 authority of the county legislative authority to proceed with the lake 21 or beach improvement and maintenance activities and creating the lake or beach management district or in any way challenging the validity of 22 23 the actions or decisions or any proceedings relating to the actions or 24 decisions unless the lawsuit is served and filed no later than forty days after publication of a notice that the ordinance has been adopted 25 26 ordering the lake or beach improvement and maintenance activities and 27 creating the lake or beach management district. Written notice of the appeal shall be filed with the county legislative authority and clerk 28 29 of the superior court in the county in which the property is situated.

30 **Sec. 13.** RCW 36.61.115 and 1987 c 432 s 9 are each amended to read 31 as follows:

A special assessment, or rate and charge, on any lot, tract, parcel of land, or other property shall not be increased beyond one hundred ten percent of the estimated special assessment, or rate and charge, proposed to be imposed as provided in the resolution adopted in RCW

1 36.61.070, unless the creation of a lake <u>or beach</u> management district 2 is approved under another mailed ballot election that reflects the 3 weighted voting arising from such increases.

4 **Sec. 14.** RCW 36.61.120 and 1985 c 398 s 12 are each amended to 5 read as follows:

After a lake or beach management district is created, the county 6 7 shall prepare a proposed special assessment roll. A separate special 8 assessment roll shall be prepared for annual special assessments if both annual special assessments and special assessments paid at one 9 time are imposed. The proposed special assessment roll shall list: 10 (1) Each separate lot, tract, parcel of land, or other property in the 11 lake or beach management district; (2) the acreage of such property, 12 and the number of feet of lake or beach frontage, if any; (3) the name 13 and address of the owner or reputed owner of each lot, tract, parcel of 14 15 land, or other property as shown on the tax rolls of the county 16 assessor; and (4) the special assessment proposed to be imposed on each 17 lot, tract, parcel of land, or other property, or the annual special assessments proposed to be imposed on each lot, tract, parcel of land, 18 19 or other property.

20 At the time, date, and place fixed for a public hearing, the county 21 legislative authority shall act as a board of equalization and hear objections to the special assessment roll, and at the times to which 22 23 the public hearing may be adjourned, the county legislative authority 24 may correct, revise, raise, lower, change, or modify the special assessment roll or any part thereof, or set the proposed special 25 26 assessment roll aside and order a new proposed special assessment roll to be prepared. The county legislative authority shall confirm and 27 approve a special assessment roll by adoption of a resolution. 28

If a proposed special assessment roll is amended to raise any special assessment appearing thereon or to include omitted property, a new public hearing shall be held. The new public hearing shall be limited to considering the increased special assessments or omitted property. Notices shall be sent to the owners or reputed owners of the affected property in the same manner and form and within the time provided for the original notice.

36 Objections to a proposed special assessment roll must be made in 37 writing, shall clearly state the grounds for objections, and shall be filed with the governing body prior to the public hearing. Objections to a special assessment or annual special assessments that are not made as provided in this section shall be deemed waived and shall not be considered by the governing body or a court on appeal.

5 **Sec. 15.** RCW 36.61.140 and 1985 c 398 s 14 are each amended to 6 read as follows:

7 Notice of the original public hearing on the proposed special 8 assessment roll, and any public hearing held as a result of raising special assessments or including omitted property, shall be published 9 10 and mailed to the owner or reputed owner of the property as provided in 11 RCW 36.61.040 for the public hearing on the formation of the lake or beach management district. However, the notice need only provide the 12 total amount to be collected by the special assessment roll and shall 13 state that: (1) A public hearing on the proposed special assessment 14 15 roll will be held, giving the time, date, and place of the public 16 hearing; (2) the proposed special assessment roll is available for 17 public perusal, giving the times and location where the proposed special assessment roll is available for public perusal; (3) objections 18 19 to the proposed special assessment must be in writing, include clear 20 grounds for objections, and must be filed prior to the public hearing; and (4) failure to so object shall be deemed to waive an objection. 21

Notices mailed to the owners or reputed owners shall additionally indicate the amount of special assessment ascribed to the particular lot, tract, parcel of land, or other property owned by the person so notified.

26 **Sec. 16.** RCW 36.61.160 and 1987 c 432 s 10 are each amended to 27 read as follows:

Whenever special assessments are imposed, all property included 28 29 within a lake or beach management district shall be considered to be 30 the property specially benefited by the lake or beach improvement or 31 maintenance activities and shall be the property upon which special assessments are imposed to pay the costs and expenses of the lake or 32 beach improvement or maintenance activities, or such part of the costs 33 34 and expenses as may be chargeable against the property specially 35 benefited. The special assessments shall be imposed on property in 36 accordance with the special benefits conferred on the property up to

but not in excess of the total costs and expenses of the lake <u>or beach</u> mprovement or maintenance activities as provided in the special assessment roll.

Special assessments may be measured by front footage, acreage, the 4 5 extent of improvements on the property, or any other factors that are deemed to fairly reflect special benefits, including those authorized 6 7 under RCW 35.51.030. Special assessments may be calculated by using more than one factor. Zones around the public improvement may be used 8 9 that reflect different levels of benefit in each zone that are measured by a front footage, acreage, the extent of improvements, or other 10 11 factors.

Public property, including property owned by the state of Washington, shall be subject to special assessments to the same extent that private property is subject to the special assessments, except no lien shall extend to public property.

16 **Sec. 17.** RCW 36.61.170 and 1985 c 398 s 17 are each amended to 17 read as follows:

The total annual special assessments may not exceed the estimated 18 19 cost of the lake or beach improvement or maintenance activities 20 proposed to be financed by such special assessments, as specified in 21 the resolution of intention. The total of special assessments imposed in a lake or beach management district that are of the nature of 22 special assessments imposed in a local improvement district shall not 23 24 exceed one hundred fifty percent of the estimated total cost of the lake or beach improvement or maintenance activities that are proposed 25 26 to be financed by the lake or beach management district as specified in the resolution of intention. After a lake or beach management district 27 28 has been created, the resolution of intention may be amended to increase the amount to be financed by the lake or beach management 29 30 district by using the same procedure in which a lake or beach 31 management district is created.

32 **Sec. 18.** RCW 36.61.190 and 1985 c 398 s 19 are each amended to 33 read as follows:

34 Special assessments and installments on any special assessment 35 shall be collected by the county treasurer.

The county treasurer shall publish a notice indicating that the 1 2 special assessment roll has been confirmed and that the special assessments are to be collected. The notice shall indicate the 3 duration of the lake or beach management district and shall describe 4 5 whether the special assessments will be paid in annual payments for the duration of the lake or beach management district, or whether the full 6 7 special assessments will be payable at one time, with the possibility of periodic installments being paid and lake or beach management bonds 8 9 being issued, or both.

10 If the special assessments are to be payable at one time, the 11 notice additionally shall indicate that all or any portion of the 12 special assessments may be paid within thirty days from the date of 13 publication of the first notice without penalty or interest. This 14 notice shall be published in a newspaper of general circulation in the 15 lake <u>or beach</u> management district.

16 Within ten days of the first newspaper publication, the county 17 treasurer shall notify each owner or reputed owner of property whose name appears on the special assessment roll, at the address shown on 18 the special assessment roll, for each item of property described on the 19 (1) Whether one special assessment payable at one time or 20 list: 21 special assessments payable annually have been imposed; (2) the amount 22 of the property subject to the special assessment or annual special 23 assessments; and (3) the total amount of the special assessment due at 24 one time, or annual amount of special assessments due. If the special 25 assessment is due at one time, the notice shall also describe the 26 thirty-day period during which the special assessment may be paid 27 without penalty, interest, or cost.

28 **Sec. 19.** RCW 36.61.200 and 1985 c 398 s 20 are each amended to 29 read as follows:

30 If the special assessments are to be payable at one time, all or 31 any portion of any special assessment may be paid without interest, penalty, or costs during this thirty-day period and placed into a 32 special fund to defray the costs of the lake or beach improvement or 33 maintenance activities. The remainder shall be paid in installments as 34 provided in a resolution adopted by the county legislative authority, 35 36 but the last installment shall be due at least two years before the 37 maximum term of the bonds issued to pay for the improvements or

1 maintenance. The installments shall include amounts sufficient to 2 redeem the bonds issued to pay for the lake <u>or beach</u> improvement and 3 maintenance activities. A twenty-day period shall be allowed after the 4 due date of any installment within which no interest, penalty, or costs 5 on the installment may be imposed.

6 The county shall establish by ordinance an amount of interest that 7 will be imposed on late special assessments imposed annually or at 8 once, and on installments of a special assessment. The ordinance shall 9 also specify the penalty, in addition to the interest, that will be 10 imposed on a late annual special assessment, special assessment, or 11 installment which shall not be less than five percent of the delinquent 12 special assessment or installment.

The owner of any lot, tract, parcel of land, or other property charged with a special assessment may redeem it from all liability for the unpaid amount of the installments by paying, to the county treasurer, the remaining portion of the installments that is attributable to principal on the lake <u>or beach</u> management district bonds.

19 Sec. 20. RCW 36.61.220 and 1985 c 398 s 22 are each amended to 20 read as follows:

Within fifteen days after a county creates a lake or beach 21 22 management district, the county shall cause to be filed with the county 23 treasurer, a description of the lake or beach improvement and 24 maintenance activities proposed that the lake or beach management district finances, the lake or beach management district number, and a 25 26 copy of the diagram or print showing the boundaries of the lake or beach management district and preliminary special assessment roll or 27 abstract of same showing thereon the lots, tracts, parcels of land, and 28 other property that will be specially benefited thereby and the 29 30 estimated cost and expense of such lake or beach improvement and 31 maintenance activities to be borne by each lot, tract, parcel of land, or other property. The treasurer shall immediately post the proposed 32 special assessment roll upon his or her index of special assessments 33 34 against the properties affected by the lake or beach improvement or 35 maintenance activities.

1 **Sec. 21.** RCW 36.61.230 and 1985 c 398 s 23 are each amended to 2 read as follows:

The special assessment or annual special assessments imposed upon 3 the respective lots, tracts, parcels of land, and other property in the 4 5 special assessment roll or annual special assessment roll confirmed by resolution of the county legislative authority for the purpose of 6 7 paying the cost and expense in whole or in part of any lake or beach improvement or maintenance activities shall be a lien upon the property 8 9 assessed from the time the special assessment roll is placed in the 10 hands of the county treasurer for collection, but as between the grantor and grantee, or vendor and vendee of any real property, when 11 there is no express agreement as to payment of the special assessments 12 13 against the real property, the lien of such special assessments shall attach thirty days after the filing of the diagram or print and the 14 estimated cost and expense of such lake or beach improvement or 15 16 maintenance activities to be borne by each lot, tract, parcel of land, 17 or other property, as provided in RCW 36.61.220. Interest and penalty 18 shall be included in and shall be a part of the special assessment 19 lien. No lien shall extend to public property subjected to special 20 assessments.

The special assessment lien shall be paramount and superior to any other lien or encumbrance theretofore or thereafter created except a lien for general taxes.

24 **Sec. 22.** RCW 36.61.260 and 2000 c 184 s 6 are each amended to read 25 as follows:

(1) Counties may issue lake <u>or beach</u> management district bonds in accordance with this section. Lake <u>or beach</u> management district bonds may be issued to obtain money sufficient to cover that portion of the special assessments that are not paid within the thirty-day period provided in RCW 36.61.190.

Whenever lake <u>or beach</u> management district bonds are proposed to be issued, the county legislative authority shall create a special fund or funds for the lake <u>or beach</u> management district from which all or a portion of the costs of the lake <u>or beach</u> improvement and maintenance activities shall be paid. Lake <u>or beach</u> management district bonds shall not be issued in excess of the costs and expenses of the lake <u>or</u> <u>beach</u> improvement and maintenance activities and shall not be issued prior to twenty days after the thirty days allowed for the payment of special assessments without interest or penalties.

Lake <u>or beach</u> management district bonds shall be exclusively payable from the special fund or funds and from a guaranty fund that the county may have created out of a portion of proceeds from the sale of the lake <u>or beach</u> management district bonds.

(2) Lake or beach management district bonds shall not constitute a 8 9 general indebtedness of the county issuing the bond nor an obligation, general or special, of the state. The owner of any lake or beach 10 management district bond shall not have any claim for the payment 11 thereof against the county that issues the bonds except for payment 12 13 from the special assessments made for the lake or beach improvement or 14 maintenance activities for which the lake or beach management district bond was issued and from a lake or beach management district guaranty 15 fund that may have been created. The county shall not be liable to the 16 17 owner of any lake or beach management district bond for any loss to the lake or beach management district guaranty fund occurring in the lawful 18 19 operation of the fund. The owner of a lake or beach management district bond shall not have any claim against the state arising from 20 21 the lake or beach management district bond, special assessments, or guaranty fund. Tax revenues shall not be used to secure or guarantee 22 23 the payment of the principal of or interest on lake or beach management 24 district bonds.

The substance of the limitations included in this subsection shall be plainly printed, written, engraved, or reproduced on: (a) Each lake <u>or beach</u> management district bond that is a physical instrument; (b) the official notice of sale; and (c) each official statement associated with the lake <u>or beach</u> management district bonds.

(3) If the county fails to make any principal or interest payments 30 31 on any lake or beach management district bond or to promptly collect 32 any special assessment securing the bonds when due, the owner of the lake or beach management district bond may obtain a writ of mandamus 33 from any court of competent jurisdiction requiring the county to 34 collect the special assessments, foreclose on the related lien, and 35 make payments out of the special fund or quaranty fund if one exists. 36 37 Any number of owners of lake or beach management districts may join as 38 plaintiffs.

(4) A county may create a lake or beach management district bond 1 guaranty fund for each issue of lake or beach management district 2 bonds. The quaranty fund shall only exist for the life of the lake or 3 beach management district bonds with which it is associated. A portion 4 5 of the bond proceeds may be placed into a guaranty fund. Unused moneys remaining in the guaranty fund during the last two years of the 6 7 installments shall be used to proportionally reduce the required level of installments and shall be transferred into the special fund into 8 which installment payments are placed. 9

10 (5) Lake <u>or beach</u> management district bonds shall be issued and 11 sold in accordance with chapter 39.46 RCW. The authority to create a 12 special fund or funds shall include the authority to create accounts 13 within a fund.

14 **Sec. 23.** RCW 36.61.270 and 1987 c 432 s 11 are each amended to 15 read as follows:

16 Whenever rates and charges are to be imposed in a lake or beach 17 management district, the county legislative authority shall prepare a 18 roll of rates and charges that includes those matters required to be included in a special assessment roll and shall hold a public hearing 19 20 on the proposed roll of rates and charges as provided under RCW 21 36.61.120 through 36.61.150 for a special assessment roll. The county legislative authority shall have full jurisdiction and authority to 22 23 fix, alter, regulate, and control the rates and charges imposed by a 24 lake or beach management district and may classify the rates or charges by any reasonable factor or factors, including benefit, use, front 25 26 footage, acreage, the extent of improvements on the property, the type of improvements on the property, uses to which the property is put, 27 service to be provided, and any other reasonable factor or factors. 28 The flexibility to establish rates and charges includes the authority 29 30 to reduce rates and charges on property owned by low-income persons.

Except as provided in this section, the collection of rates and charges, lien status of unpaid rates and charges, and method of foreclosing on such liens shall be subject to the provisions of chapter 36.94 RCW. Public property, including state property, shall be subject to the rates and charges to the same extent that private property is subject to them, except that liens may not be foreclosed on the public property, and the procedure for imposing such rates and charges on

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state property shall conform with the procedure provided for in chapter 79.44 RCW concerning the imposition of special assessments upon state property. The total amount of rates and charges cannot exceed the cost of lake <u>or beach</u> improvement or maintenance activities proposed to be financed by such rates and charges, as specified in the resolution of intention. Revenue bonds exclusively payable from the rates and charges may be issued by the county under chapter 39.46 RCW.

8 **Sec. 24.** RCW 36.94.020 and 1997 c 447 s 11 are each amended to 9 read as follows:

The construction, operation, and maintenance of a system of 10 sewerage and/or water is a county purpose. Subject to the provisions 11 of this chapter, every county has the power, individually or in 12 conjunction with another county or counties to adopt, provide for, 13 accept, establish, condemn, purchase, construct, add to, operate, and 14 15 maintain a system or systems of sanitary and storm sewers, including 16 outfalls, interceptors, plans, and facilities and services necessary 17 for sewerage treatment and disposal, and/or system or systems of water supply within all or a portion of the county. However, counties shall 18 19 not have power to condemn sewerage and/or water systems of any 20 municipal corporation or private utility.

Such county or counties shall have the authority to control, 21 22 regulate, operate, and manage such system or systems and to provide funds therefor by general obligation bonds, revenue bonds, local 23 24 improvement district bonds, utility local improvement district or local improvement district assessments, and in any other lawful fiscal 25 26 manner. Rates or charges for on-site inspection and maintenance 27 services may not be imposed under this chapter on the development, 28 construction, or reconstruction of property.

Under this chapter, after July 1, 1998, any requirements for pumping the septic tank of an on-site sewage system should be based, among other things, on actual measurement of accumulation of sludge and scum by a trained inspector, trained owner's agent, or trained owner. Training must occur in a program approved by the state board of health or by a local health officer.

35 Before adopting on-site inspection and maintenance utility 36 services, or incorporating residences into an on-site inspection and 37 maintenance or sewer utility under this chapter, notification must be 1 provided, prior to the applicable public hearing, to all residences 2 within the proposed service area that have on-site systems permitted by 3 the local health officer. The notice must clearly state that the 4 residence is within the proposed service area and must provide 5 information on estimated rates or charges that may be imposed for the 6 service.

7 A county shall not provide on-site sewage system inspection, pumping services, or other maintenance or repair services under this 8 section using county employees unless the on-site system is connected 9 10 by a publicly owned collection system to the county's sewerage system, and the on-site system represents the first step in the sewage disposal 11 12 process. Nothing in this section shall affect the authority of a state 13 or local health officer to carry out their responsibilities under any 14 other applicable law.

A county may, as part of a system of sewerage established under 15 this chapter, provide for, finance, and operate any of the facilities 16 17 and services and may exercise the powers expressly authorized for county storm water, flood control, pollution prevention, and drainage 18 services and activities under chapters 36.89, 86.12, 86.13, and 86.15 19 A county also may provide for, finance, and operate the 20 RCW. 21 facilities and services and may exercise any of the powers authorized 22 for aquifer protection areas under chapter 36.36 RCW; for lake or beach management districts under chapter 36.61 RCW; for diking districts, and 23 24 diking, drainage, and sewerage improvement districts under chapters 25 85.05, 85.08, 85.15, 85.16, and 85.18 RCW; and for shellfish protection districts under chapter 90.72 RCW. However, if a county by reference 26 27 to any of those statutes assumes as part of its system of sewerage any powers granted to such areas or districts and not otherwise available 28 to a county under this chapter, then (1) the procedures and 29 restrictions applicable to those areas or districts apply to the 30 31 county's exercise of those powers, and (2) the county may not 32 simultaneously impose rates and charges under this chapter and under the statutes authorizing such areas or districts for substantially the 33 34 same facilities and services, but must instead impose uniform rates and charges consistent with RCW 36.94.140. By agreement with such an area 35 36 or district that is not part of a county's system of sewerage, a county 37 may operate that area's or district's services or facilities, but a

1 county may not dissolve any existing area or district except in 2 accordance with any applicable provisions of the statute under which 3 that area or district was created.

4 **Sec. 25.** RCW 39.34.190 and 2003 c 327 s 2 are each amended to read 5 as follows:

6 (1) The legislative authority of a city or county and the governing 7 body of any special purpose district enumerated in subsection (2) of 8 this section may authorize up to ten percent of its water-related revenues to be expended in the implementation of watershed management 9 plan projects or activities that are in addition to the county's, 10 11 city's, or district's existing water-related services or activities. 12 Such limitation on expenditures shall not apply ((to additional revenues for watershed plan implementation that are authorized by voter 13 approval under section 5 of this act or)) to water-related revenues of 14 a public utility district organized according to Title 54 RCW. Water-15 16 related revenues include rates, charges, and fees for the provision of 17 services relating to water supply, treatment, distribution, and management generally, and those general revenues of the local 18 government that are expended for water management purposes. A local 19 20 government may not expend for this purpose any revenues that were 21 authorized by voter approval for other specified purposes or that are 22 specifically dedicated to the repayment of municipal bonds or other 23 debt instruments.

24 (2) The following special purpose districts may exercise the 25 authority provided by this section:

(a) Water districts, sewer districts, and water-sewer districts
 organized under Title 57 RCW;

(b) Public utility districts organized under Title 54 RCW;

(c) Irrigation, reclamation, conservation, and similar districts
 organized under Titles 87 and 89 RCW;

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(d) Port districts organized under Title 53 RCW;

32 (e) Diking, drainage, and similar districts organized under Title33 85 RCW;

34 (f) Flood control and similar districts organized under Title 86 35 RCW;

36 (g) Lake <u>or beach</u> management districts organized under chapter 37 36.61 RCW; (h) Aquifer protection areas organized under chapter 36.36 RCW; and
 (i) Shellfish protection districts organized under chapter 90.72

3 RCW.

(3) The authority for expenditure of local government revenues provided by this section shall be applicable broadly to the implementation of watershed management plans addressing water supply, water transmission, water quality treatment or protection, or any other water-related purposes. Such plans include but are not limited to plans developed under the following authorities:

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(a) Watershed plans developed under chapter 90.82 RCW;

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(a) watershed plans developed under endpeer 90.02 Kew?(b) Salmon recovery plans developed under chapter 77.85 RCW;

(c) Watershed management elements of comprehensive land use plans
developed under the growth management act, chapter 36.70A RCW;

(d) Watershed management elements of shoreline master programs
 developed under the shoreline management act, chapter 90.58 RCW;

16 (e) Nonpoint pollution action plans developed under the Puget Sound 17 water quality management planning authorities of chapter 90.71 RCW and 18 chapter 400-12 WAC;

(f) Other comprehensive management plans addressing watershedhealth at a WRIA level or sub-WRIA basin drainage level;

(g) Coordinated water system plans under chapter 70.116 RCW and similar regional plans for water supply; and

(h) Any combination of the foregoing plans in an integratedwatershed management plan.

(4) The authority provided by this section to expend revenues for watershed management plan implementation shall be construed broadly to include, but not be limited to:

(a) The coordination and oversight of plan implementation,
 including funding a watershed management partnership for this purpose;

30 (b) Technical support, monitoring, and data collection and 31 analysis;

32 (c) The design, development, construction, and operation of 33 projects included in the plan; and

34 (d) Conducting activities and programs included as elements in the 35 plan.

36 **Sec. 26.** RCW 86.09.151 and 1986 c 278 s 52 are each amended to 37 read as follows:

(1) Said flood control districts shall have full authority to carry 1 2 out the objects of their creation and to that end are authorized to acquire, purchase, hold, lease, manage, improve, repair, occupy, and 3 sell real and personal property or any interest therein, either inside 4 5 or outside the boundaries of the district, to enter into and perform any and all necessary contracts, to appoint and employ the necessary 6 7 officers, agents and employees, to sue and be sued, to exercise the right of eminent domain, to levy and enforce the collection of special 8 9 assessments and in the manner herein provided against the lands within 10 the district, for district revenues, and to do any and all lawful acts required and expedient to carry out the purpose of this chapter. 11

12 (2) In addition to the powers conferred in this chapter and those 13 in chapter 85.38 RCW, flood control districts may engage in activities 14 authorized under RCW 36.61.020 for lake <u>or beach</u> management districts 15 using procedures granted in this chapter and in chapter 85.38 RCW.

16 <u>NEW SECTION.</u> Sec. 27. (1) The department of ecology shall provide 17 technical assistance to community groups and county legislative 18 authorities requesting assistance with the development of beach 19 management programs.

20 (2) This section expires June 30, 2009.

21 <u>NEW SECTION.</u> Sec. 28. (1) The sum of twenty-five thousand 22 dollars, or as much thereof as may be necessary, is appropriated for 23 the fiscal year ending June 30, 2008, from the general fund to the department of ecology for the purposes of providing technical 24 25 assistance to community groups and county legislative authorities requesting assistance with the development of beach management plans, 26 program administration, and identification and prioritization of 27 beaches and near shore areas with decomposing seaweed presenting public 28 29 health and water quality issues.

30 (2) The sum of one hundred fifty thousand dollars, or as much 31 thereof as may be necessary, is appropriated for the fiscal year ending 32 June 30, 2009, from the general fund to the department of ecology for 33 the purposes of providing technical assistance to community groups and 34 county legislative authorities requesting assistance with the 35 development of beach management plans, program administration, and the

1 removal of seaweed identified and prioritized in beach management 2 programs as creating public health or water quality issues from beaches 3 or near shore areas.

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