SUBSTITUTE SENATE BILL 6508

State of Washington 60th Legislature 2008 Regular Session

By Senate Water, Energy & Telecommunications (originally sponsored by Senators Eide, Fraser, Murray, McDermott, and Morton)

READ FIRST TIME 01/28/08.

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, 36.61.160, 4 36.61.115, 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, 39.34.190, 86.09.151, and 35.21.403; adding a new section to chapter 6 7 36.61 RCW; and adding a new section to chapter 43.21A RCW.

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 are threatened by 13 eutrophication and other deterioration and that existing governmental 14 authorities are unable to adequately improve and maintain the quality 15 of the state's lakes.

16 <u>The legislature intends that an ecosystem-based beach management</u> 17 <u>approach should be used to help promote the health of aquatic</u> 18 <u>ecosystems and that such a management approach be undertaken in a</u> 19 <u>manner that retains ecosystem values within the state. This management</u>

approach should use long-term strategies that focus on reducing 1 2 nutrient inputs from human activities affecting the aquatic ecosystem, such as <u>decreasing nutrients</u> into storm water sewers, decreasing 3 fertilizer application, promoting the proper disposal of pet waste, 4 promoting the use of vegetative borders, promoting the reduction of 5 nutrients from on-site septic systems where appropriate, and protecting 6 riparian areas. Organic debris, including vegetation, driftwood, 7 seaweed, kelp, and organisms, are extremely important to beach 8 9 ecosystems.

10 It is the purpose of this chapter to establish a governmental mechanism by which property owners can embark on a program of lake or 11 12 beach improvement and maintenance for their and the general public's 13 benefit, health, and welfare. Public property, including state 14 property, shall be considered the same as private property in this chapter, except liens for special assessments and liens for rates and 15 16 charges shall not extend to public property. Lake bottom property and 17 marine property below the line of the ordinary high water mark shall not be considered to be benefited, shall not be subject to special 18 assessments or rates and charges, and shall not receive voting rights 19 under this chapter. 20

21 <u>NEW SECTION.</u> Sec. 2. A new section is added to chapter 36.61 RCW 22 to read as follows:

(1) Beach management districts addressing the control and removal of aquatic plants or vegetation must develop a plan for this activity, in consultation with appropriate federal, state, and local agencies. The plan must include an element addressing nutrient loading from land use activities in the subbasin that is tributary to the area targeted for management, and be consistent with the action agenda approved by the Puget Sound partnership, where applicable.

30 (2) Plans for the control and removal of aquatic plants or 31 vegetation must, to the greatest extent possible, meet the following 32 requirements:

33 (a) Avoid or minimize the excess removal of nontarget native34 vegetation and organisms, whether alive or dead;

(b) Avoid or minimize management activities that will result in the
 compaction of beach sand, gravel, and substrate;

1 (c) Disposal of excessive accumulations of vegetation must be done 2 in a manner that minimizes adverse impacts to the project site and 3 other areas of the beach or deep water environment; and

4 (d) All natural habitat features on the beach, including trees,
5 stumps, logs, and large rocks must be retained on the beach in their
6 natural location.

7 (3) For the purposes of seaweed removal from a beach, "beach" means 8 the shore of a saltwater body that lies between the extreme low tide 9 and the ordinary high water mark, as those terms are defined in RCW 10 90.58.030.

11 **Sec. 3.** RCW 36.61.020 and 2000 c 184 s 5 are each amended to read 12 as follows:

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

20 Special assessments or rates and charges may be imposed on the 21 property included within a lake or beach management district to finance 22 lake <u>or beach</u> improvement and maintenance activities, including: (1) ((The control or removal of)) Controlling or removing aquatic plants 23 24 and vegetation; (2) <u>improving</u> water quality; (3) ((the control of)) controlling water levels; (4) treating and diverting storm water 25 26 ((diversion and treatment)); (5) controlling agricultural waste ((control)); (6) studying lake or marine water quality problems and 27 solutions; (7) cleaning and maintaining ditches and streams entering 28 the lake or marine waters or leaving the lake; ((and)) (8) monitoring 29 30 air quality; and (9) the related administrative, engineering, legal, 31 and operational costs, including the costs of creating the lake or beach management district. 32

33 Special assessments or rates and charges may be imposed annually on 34 all the land in a lake <u>or beach</u> management district for the duration of 35 the lake <u>or beach</u> management district without a related issuance of 36 lake <u>or beach</u> management district bonds or revenue bonds. Special 37 assessments also may be imposed in the manner of special assessments in

a local improvement district with each landowner being given the choice of paying the entire special assessment in one payment, or to paying installments, with lake <u>or beach</u> management district bonds being issued to obtain moneys not derived by the initial full payment of the special assessments, and the installments covering all of the costs related to issuing, selling, and redeeming the lake <u>or beach</u> management district bonds.

8 **Sec. 4.** RCW 36.61.025 and 2000 c 184 s 4 are each amended to read 9 as follows:

10 To improve the ability of counties to finance long-term lake <u>or</u> 11 <u>beach</u> management objectives, lake <u>or beach</u> management districts may be 12 created for any needed period of time.

13 **Sec. 5.** RCW 36.61.030 and 1987 c 432 s 3 are each amended to read 14 as follows:

15 A lake or beach management district may be initiated upon either 16 the adoption of a resolution of intention by a county legislative 17 authority or the filing of a petition signed by ten landowners or the owners of at least fifteen percent of the acreage contained within the 18 proposed lake or beach management district, whichever is greater. 19 Α 20 petition or resolution of intention shall set forth: (1) The nature of 21 the lake or beach improvement or maintenance activities proposed to be 22 financed; (2) the amount of money proposed to be raised by special 23 assessments or rates and charges; (3) if special assessments are to be imposed, whether the special assessments will be imposed annually for 24 25 the duration of the lake or beach management district, or the full special assessments will be imposed at one time, with the possibility 26 27 of installments being made to finance the issuance of lake or beach management district bonds, or both methods; (4) if rates and charges 28 29 are to be imposed, the annual amount of revenue proposed to be 30 collected and whether revenue bonds payable from the rates and charges 31 are proposed to be issued; (5) the number of years proposed for the 32 duration of the lake or beach management district; and (6) the proposed boundaries of the lake or beach management district. 33

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. 1 The bond may only be used by the county to finance its costs in 2 studying, holding hearings, making notices, preparing special 3 assessment rolls or rolls showing the rates and charges on each parcel, 4 and conducting elections related to the lake <u>or beach</u> management 5 district if the proposed lake <u>or beach</u> management district is not 6 created.

7 A resolution of intention shall also designate the number of the 8 proposed lake <u>or beach</u> management district, and fix a date, time, and 9 place for a public hearing on the formation of the proposed lake <u>or</u> 10 <u>beach</u> management district. The date for the public hearing shall be at 11 least thirty days and no more than ninety days after the adoption of 12 the resolution of intention unless an emergency exists.

13 Petitions shall be filed with the county legislative authority. 14 The county legislative authority shall determine the sufficiency of the signatures, which shall be conclusive upon all persons. No person may 15 16 withdraw his or her name from a petition after it is filed. If the 17 county legislative authority determines a petition to be sufficient and the proposed lake or beach management district appears to be in the 18 public interest and the financing of the lake or beach improvement or 19 20 maintenance activities is feasible, it shall adopt a resolution of 21 intention, setting forth all of the details required to be included 22 when a resolution of intention is initiated by the county legislative 23 authority.

24 **Sec. 6.** RCW 36.61.040 and 1994 c 264 s 9 are each amended to read 25 as follows:

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

be mailed to the departments of fish and wildlife<u>, natural resources</u>, and ecology at least fifteen days before the date fixed for the public hearing.

Notices of the public hearing shall: (1) Refer to the resolution 4 5 of intention; (2) designate the proposed lake or beach management district by number; (3) set forth a proposed plan describing: (a) The 6 nature of the proposed lake <u>or beach</u> improvement or maintenance 7 activities; (b) the amount of special assessments or rates and charges 8 9 proposed to be raised by the lake or beach management district; (c) if special assessments are proposed to be imposed, whether the special 10 11 assessments will be imposed annually for the duration of the lake or beach management district, or the full special assessments will be 12 payable at one time, with the possibility of periodic installments 13 being paid and lake or beach management bonds being issued, or both; 14 (d) if rates and charges are proposed to be imposed, the annual amount 15 16 of revenue proposed to be collected and whether revenue bonds payable 17 from the rates and charges are proposed to be issued; and (e) the proposed duration of the lake or beach management district; and (4) 18 19 indicate the date, time, and place of the public hearing designated in the resolution of intention. 20

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.

33 **Sec. 7.** RCW 36.61.050 and 1994 c 264 s 10 are each amended to read 34 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.

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At this hearing the county legislative authority shall hear 1 2 objections from any person affected by the formation of the lake or beach management district. Representatives of the departments of fish 3 and wildlife, natural resources, and ecology shall be afforded 4 opportunities to make presentations on and comment on the proposal. 5 Members of the public shall be afforded an opportunity to comment on б 7 the proposal. The county legislative authority must consider recommendations provided to it by the departments of fish and wildlife, 8 9 <u>natural resources</u>, and ecology. The public hearing may be extended to 10 other times and dates declared at the public hearing. The county legislative authority may make such changes in the boundaries of the 11 12 lake or beach management district or such modification in plans for the 13 proposed lake or beach improvement or maintenance activities as it 14 deems necessary. The county legislative authority may not change boundaries of the lake or beach management district to include property 15 that was not included previously without first passing an amended 16 17 resolution of intention and giving new notice to the owners or reputed owners of property newly included in the proposed lake or beach 18 management district in the manner and form and within the time provided 19 for the original notice. The county legislative authority shall not 20 21 alter the plans for the proposed lake or beach improvement or 22 maintenance activities to result in an increase in the amount of money proposed to be raised, and shall not increase the amount of money 23 24 proposed to be raised, without first passing an amended resolution of 25 intention and giving new notice to property owners in the manner and 26 form and within the time provided for the original notice.

27 **Sec. 8.** RCW 36.61.060 and 1985 c 398 s 10 are each amended to read 28 as follows:

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

1 the recommendation and submit the question of creating the lake <u>or</u> 2 <u>beach</u> management district to the property owners as provided in RCW 3 36.61.070 through 36.61.100.

4 **Sec. 9.** RCW 36.61.070 and 1987 c 432 s 5 are each amended to read 5 as follows:

After the public hearing, the county legislative authority may 6 7 adopt a resolution submitting the question of creating the lake or 8 beach management district to the owners of land within the proposed 9 lake or beach management district, including publicly owned land, if the county legislative authority finds that it is in the public 10 interest to create the lake or beach management district and the 11 financing of the lake or beach improvement and maintenance activities 12 is feasible. The resolution shall also include: (1) A plan describing 13 the proposed lake or beach improvement and maintenance activities which 14 15 avoid adverse impacts on fish and wildlife and provide for appropriate 16 measures to protect and enhance fish and wildlife; (2) the number of 17 years the lake or beach management district will exist; (3) the amount to be raised by special assessments or rates and charges; (4) if 18 19 special assessments are to be imposed, whether the special assessments 20 shall be imposed annually for the duration of the lake or beach 21 management district or only once with the possibility of installments 22 being imposed and lake or beach management bonds being issued, or both, 23 and, if both types of special assessments are proposed to be imposed, 24 the lake or beach improvement or maintenance activities proposed to be financed by each type of special assessment; (5) if rates and charges 25 26 are to be imposed, a description of the rates and charges and the possibility of revenue bonds being issued that are payable from the 27 28 rates and charges; and (6) the estimated special assessment or rate and 29 charge proposed to be imposed on each parcel included in the proposed 30 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.

34 **Sec. 10.** RCW 36.61.080 and 1987 c 432 s 6 are each amended to read 35 as follows:

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(1) A ballot shall be mailed to each owner or reputed owner of any

lot, tract, parcel of land, or other property within the proposed lake management district, including publicly owned land, which ballot shall contain the following proposition:

| 4 | "Shall | lake | manag | gement | district | No. | • | • | • | • | be | formed? |
|---|--------|------|-------|--------|----------|-----|---|---|---|---|----|---------|
| 5 | Yes | 5 | | • • | ••• | | | | | | | |
| б | No | • • | | • • | ••• | | | | | | | |

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

14 (3) In addition, the ballot shall contain appropriate spaces for 15 the signatures of the landowner or landowners, or officer authorized to 16 cast such a ballot. Each ballot shall include a description of the 17 property owner's property and the estimated special assessment, or rate 18 and charge, proposed to be imposed upon the property. A copy of the 19 instructions and the resolution submitting the question to the 20 landowners shall also be included.

21 **Sec. 11.** RCW 36.61.090 and 1987 c 432 s 7 are each amended to read 22 as follows:

23 The balloting shall be subject to the following conditions, which 24 shall be included in the instructions mailed with each ballot, as 25 provided in RCW 36.61.080: (1) All ballots must be signed by the owner 26 or reputed owner of property according to the assessor's tax rolls; (2) each ballot must be returned to the county legislative authority not 27 later than ((five o'clock)) 5:00 p.m. of a specified day, which shall 28 be at least twenty but not more than thirty days after the ballots are 29 mailed; (3) each property owner shall mark his or her ballot for or 30 against the creation of the proposed lake or beach management district, 31 32 with the ballot weighted so that the property owner has one vote for 33 each dollar of estimated special assessment or rate and charge proposed to be imposed on his or her property; and (4) the valid ballots shall 34 35 be tabulated and a simple majority of the votes cast shall determine

whether the proposed lake <u>or beach</u> management district shall be
 approved or rejected.

3 **Sec. 12.** RCW 36.61.100 and 1987 c 432 s 8 are each amended to read 4 as follows:

If the proposal receives a simple majority vote in favor of 5 6 creating the lake or beach management district, the county legislative 7 authority shall adopt an ordinance creating the lake or beach 8 management district and may proceed with establishing the special 9 assessments or rates and charges, collecting the special assessments or rates and charges, and performing the lake or beach improvement or 10 11 maintenance activities. If a proposed lake management district includes more than one lake and its adjacent areas, the lake management 12 district may only be established if the proposal receives a simple 13 majority vote in favor of creating it by the voters on each lake and 14 15 its adjacent areas. The county legislative authority shall publish a 16 notice in a newspaper of general circulation in a lake or beach 17 management district indicating that such an ordinance has been adopted 18 within ten days of the adoption of the ordinance.

19 The ballots shall be available for public inspection after they are 20 counted.

21 **Sec. 13.** RCW 36.61.110 and 1985 c 398 s 11 are each amended to 22 read as follows:

No lawsuit may be maintained challenging the jurisdiction or 23 authority of the county legislative authority to proceed with the lake 24 25 or beach improvement and maintenance activities and creating the lake or beach management district or in any way challenging the validity of 26 the actions or decisions or any proceedings relating to the actions or 27 decisions unless the lawsuit is served and filed no later than forty 28 29 days after publication of a notice that the ordinance has been adopted 30 ordering the lake or beach improvement and maintenance activities and creating the lake or beach management district. Written notice of the 31 32 appeal shall be filed with the county legislative authority and clerk 33 of the superior court in the county in which the property is situated.

34 **Sec. 14.** RCW 36.61.115 and 1987 c 432 s 9 are each amended to read 35 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 5 36.61.070, unless the creation of a lake <u>or beach</u> management district is approved under another mailed ballot election that reflects the weighted voting arising from such increases.

8 **Sec. 15.** RCW 36.61.120 and 1985 c 398 s 12 are each amended to 9 read as follows:

After a lake or beach management district is created, the county 10 shall prepare a proposed special assessment roll. A separate special 11 assessment roll shall be prepared for annual special assessments if 12 both annual special assessments and special assessments paid at one 13 time are imposed. The proposed special assessment roll shall list: 14 15 (1) Each separate lot, tract, parcel of land, or other property in the 16 lake or beach management district; (2) the acreage of such property, 17 and the number of feet of lake or beach frontage, if any; (3) the name 18 and address of the owner or reputed owner of each lot, tract, parcel of 19 land, or other property as shown on the tax rolls of the county 20 assessor; and (4) the special assessment proposed to be imposed on each 21 lot, tract, parcel of land, or other property, or the annual special assessments proposed to be imposed on each lot, tract, parcel of land, 22 23 or other property.

24 At the time, date, and place fixed for a public hearing, the county legislative authority shall act as a board of equalization and hear 25 26 objections to the special assessment roll, and at the times to which the public hearing may be adjourned, the county legislative authority 27 may correct, revise, raise, lower, change, or modify the special 28 assessment roll or any part thereof, or set the proposed special 29 30 assessment roll aside and order a new proposed special assessment roll 31 to be prepared. The county legislative authority shall confirm and approve a special assessment roll by adoption of a resolution. 32

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

1 property. Notices shall be sent to the owners or reputed owners of the 2 affected property in the same manner and form and within the time 3 provided for the original notice.

Objections to a proposed special assessment roll must be made in 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.

10 **Sec. 16.** RCW 36.61.140 and 1985 c 398 s 14 are each amended to 11 read as follows:

Notice of the original public hearing on the proposed special 12 assessment roll, and any public hearing held as a result of raising 13 special assessments or including omitted property, shall be published 14 15 and mailed to the owner or reputed owner of the property as provided in 16 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 17 total amount to be collected by the special assessment roll and shall 18 19 state that: (1) A public hearing on the proposed special assessment roll will be held, giving the time, date, and place of the public 20 21 hearing; (2) the proposed special assessment roll is available for 22 public perusal, giving the times and location where the proposed special assessment roll is available for public perusal; (3) objections 23 24 to the proposed special assessment must be in writing, include clear grounds for objections, and must be filed prior to the public hearing; 25 26 and (4) failure to so object shall be deemed to waive an objection.

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.

31 **Sec. 17.** RCW 36.61.160 and 1987 c 432 s 10 are each amended to 32 read as follows:

33 Whenever special assessments are imposed, all property included 34 within a lake <u>or beach</u> management district shall be considered to be 35 the property specially benefited by the lake <u>or beach</u> improvement or 36 maintenance activities and shall be the property upon which special

assessments are imposed to pay the costs and expenses of the lake or 1 2 beach improvement or maintenance activities, or such part of the costs and expenses as may be chargeable against the property specially 3 benefited. The special assessments shall be imposed on property in 4 5 accordance with the special benefits conferred on the property up to but not in excess of the total costs and expenses of the lake or beach 6 7 improvement or maintenance activities as provided in the special 8 assessment roll.

Special assessments may be measured by front footage, acreage, the 9 extent of improvements on the property, or any other factors that are 10 deemed to fairly reflect special benefits, including those authorized 11 12 under RCW 35.51.030. Special assessments may be calculated by using 13 more than one factor. Zones around the public improvement may be used that reflect different levels of benefit in each zone that are measured 14 by a front footage, acreage, the extent of improvements, or other 15 16 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.

21 **Sec. 18.** RCW 36.61.170 and 1985 c 398 s 17 are each amended to 22 read as follows:

23 The total annual special assessments may not exceed the estimated 24 cost of the lake or beach improvement or maintenance activities proposed to be financed by such special assessments, as specified in 25 26 the resolution of intention. The total of special assessments imposed in a lake or beach management district that are of the nature of 27 special assessments imposed in a local improvement district shall not 28 exceed one hundred fifty percent of the estimated total cost of the 29 30 lake or beach improvement or maintenance activities that are proposed 31 to be financed by the lake or beach management district as specified in the resolution of intention. After a lake or beach management district 32 has been created, the resolution of intention may be amended to 33 34 increase the amount to be financed by the lake or beach management 35 district by using the same procedure in which a lake or beach 36 management district is created.

1 **Sec. 19.** RCW 36.61.190 and 1985 c 398 s 19 are each amended to 2 read as follows:

3 Special assessments and installments on any special assessment 4 shall be collected by the county treasurer.

5 The county treasurer shall publish a notice indicating that the special assessment roll has been confirmed and that the special 6 assessments are to be collected. 7 The notice shall indicate the duration of the lake or beach management district and shall describe 8 9 whether the special assessments will be paid in annual payments for the duration of the lake or beach management district, or whether the full 10 special assessments will be payable at one time, with the possibility 11 of periodic installments being paid and lake or beach management bonds 12 13 being issued, or both.

14 If the special assessments are to be payable at one time, the 15 notice additionally shall indicate that all or any portion of the 16 special assessments may be paid within thirty days from the date of 17 publication of the first notice without penalty or interest. This 18 notice shall be published in a newspaper of general circulation in the 19 lake <u>or beach</u> management district.

20 Within ten days of the first newspaper publication, the county 21 treasurer shall notify each owner or reputed owner of property whose 22 name appears on the special assessment roll, at the address shown on the special assessment roll, for each item of property described on the 23 24 (1) Whether one special assessment payable at one time or list: 25 special assessments payable annually have been imposed; (2) the amount of the property subject to the special assessment or annual special 26 27 assessments; and (3) the total amount of the special assessment due at one time, or annual amount of special assessments due. If the special 28 assessment is due at one time, the notice shall also describe the 29 30 thirty-day period during which the special assessment may be paid 31 without penalty, interest, or cost.

32 **Sec. 20.** RCW 36.61.200 and 1985 c 398 s 20 are each amended to 33 read as follows:

If the special assessments are to be payable at one time, all or any portion of any special assessment may be paid without interest, penalty, or costs during this thirty-day period and placed into a special fund to defray the costs of the lake <u>or beach</u> improvement or

maintenance activities. The remainder shall be paid in installments as 1 2 provided in a resolution adopted by the county legislative authority, but the last installment shall be due at least two years before the 3 maximum term of the bonds issued to pay for the improvements or 4 5 maintenance. The installments shall include amounts sufficient to redeem the bonds issued to pay for the lake or beach improvement and 6 7 maintenance activities. A twenty-day period shall be allowed after the due date of any installment within which no interest, penalty, or costs 8 9 on the installment may be imposed.

10 The county shall establish by ordinance an amount of interest that 11 will be imposed on late special assessments imposed annually or at 12 once, and on installments of a special assessment. The ordinance shall 13 also specify the penalty, in addition to the interest, that will be 14 imposed on a late annual special assessment, special assessment, or 15 installment which shall not be less than five percent of the delinquent 16 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.

23 **Sec. 21.** RCW 36.61.220 and 1985 c 398 s 22 are each amended to 24 read as follows:

Within fifteen days after a county creates a lake or beach 25 26 management district, the county shall cause to be filed with the county 27 treasurer, a description of the lake or beach improvement and maintenance activities proposed that the lake or beach management 28 district finances, the lake or beach management district number, and a 29 30 copy of the diagram or print showing the boundaries of the lake or 31 beach management district and preliminary special assessment roll or abstract of same showing thereon the lots, tracts, parcels of land, and 32 other property that will be specially benefited thereby and the 33 34 estimated cost and expense of such lake or beach improvement and 35 maintenance activities to be borne by each lot, tract, parcel of land, 36 or other property. The treasurer shall immediately post the proposed

special assessment roll upon his or her index of special assessments against the properties affected by the lake <u>or beach</u> improvement or maintenance activities.

4 **Sec. 22.** RCW 36.61.230 and 1985 c 398 s 23 are each amended to 5 read as follows:

6 The special assessment or annual special assessments imposed upon 7 the respective lots, tracts, parcels of land, and other property in the special assessment roll or annual special assessment roll confirmed by 8 resolution of the county legislative authority for the purpose of 9 paying the cost and expense in whole or in part of any lake or beach 10 11 improvement or maintenance activities shall be a lien upon the property assessed from the time the special assessment roll is placed in the 12 hands of the county treasurer for collection, but as between the 13 grantor and grantee, or vendor and vendee of any real property, when 14 15 there is no express agreement as to payment of the special assessments 16 against the real property, the lien of such special assessments shall 17 attach thirty days after the filing of the diagram or print and the estimated cost and expense of such lake or beach improvement or 18 19 maintenance activities to be borne by each lot, tract, parcel of land, 20 or other property, as provided in RCW 36.61.220. Interest and penalty 21 shall be included in and shall be a part of the special assessment 22 lien. No lien shall extend to public property subjected to special 23 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.

27 **Sec. 23.** RCW 36.61.260 and 2000 c 184 s 6 are each amended to read 28 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.

7 Lake <u>or beach</u> management district bonds shall be exclusively 8 payable from the special fund or funds and from a guaranty fund that 9 the county may have created out of a portion of proceeds from the sale 10 of the lake <u>or beach</u> management district bonds.

(2) Lake or beach management district bonds shall not constitute a 11 general indebtedness of the county issuing the bond nor an obligation, 12 13 general or special, of the state. The owner of any lake or beach 14 management district bond shall not have any claim for the payment thereof against the county that issues the bonds except for payment 15 16 from the special assessments made for the lake or beach improvement or 17 maintenance activities for which the lake or beach management district bond was issued and from a lake or beach management district guaranty 18 fund that may have been created. The county shall not be liable to the 19 owner of any lake or beach management district bond for any loss to the 20 21 lake or beach management district guaranty fund occurring in the lawful 22 operation of the fund. The owner of a lake or beach management district bond shall not have any claim against the state arising from 23 24 the lake or beach management district bond, special assessments, or 25 guaranty fund. Tax revenues shall not be used to secure or guarantee the payment of the principal of or interest on lake or beach management 26 district bonds. 27

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 on any lake <u>or beach</u> management district bond or to promptly collect any special assessment securing the bonds when due, the owner of the lake <u>or beach</u> management district bond may obtain a writ of mandamus from any court of competent jurisdiction requiring the county to collect the special assessments, foreclose on the related lien, and make payments out of the special fund or guaranty fund if one exists.
 Any number of owners of lake <u>or beach</u> management districts may join as
 plaintiffs.

(4) A county may create a lake or beach management district bond 4 5 guaranty fund for each issue of lake or beach management district bonds. The guaranty fund shall only exist for the life of the lake or 6 7 beach management district bonds with which it is associated. A portion 8 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 9 installments shall be used to proportionally reduce the required level 10 of installments and shall be transferred into the special fund into 11 which installment payments are placed. 12

13 (5) Lake <u>or beach</u> management district bonds shall be issued and 14 sold in accordance with chapter 39.46 RCW. The authority to create a 15 special fund or funds shall include the authority to create accounts 16 within a fund.

17 **Sec. 24.** RCW 36.61.270 and 1987 c 432 s 11 are each amended to 18 read as follows:

19 Whenever rates and charges are to be imposed in a lake or beach 20 management district, the county legislative authority shall prepare a 21 roll of rates and charges that includes those matters required to be 22 included in a special assessment roll and shall hold a public hearing 23 on the proposed roll of rates and charges as provided under RCW 24 36.61.120 through 36.61.150 for a special assessment roll. The county legislative authority shall have full jurisdiction and authority to 25 26 fix, alter, regulate, and control the rates and charges imposed by a lake or beach management district and may classify the rates or charges 27 by any reasonable factor or factors, including benefit, use, front 28 footage, acreage, the extent of improvements on the property, the type 29 30 of improvements on the property, uses to which the property is put, 31 service to be provided, and any other reasonable factor or factors. The flexibility to establish rates and charges includes the authority 32 to reduce rates and charges on property owned by low-income persons. 33

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 1 2 subject to them, except that liens may not be foreclosed on the public property, and the procedure for imposing such rates and charges on 3 state property shall conform with the procedure provided for in chapter 4 5 79.44 RCW concerning the imposition of special assessments upon state property. The total amount of rates and charges cannot exceed the cost 6 7 of lake or beach improvement or maintenance activities proposed to be financed by such rates and charges, as specified in the resolution of 8 9 intention. Revenue bonds exclusively payable from the rates and 10 charges may be issued by the county under chapter 39.46 RCW.

11 **Sec. 25.** RCW 36.94.020 and 1997 c 447 s 11 are each amended to 12 read as follows:

The construction, operation, and maintenance of a system of 13 sewerage and/or water is a county purpose. Subject to the provisions 14 15 of this chapter, every county has the power, individually or in 16 conjunction with another county or counties to adopt, provide for, 17 accept, establish, condemn, purchase, construct, add to, operate, and 18 maintain a system or systems of sanitary and storm sewers, including 19 outfalls, interceptors, plans, and facilities and services necessary 20 for sewerage treatment and disposal, and/or system or systems of water 21 supply within all or a portion of the county. However, counties shall 22 not have power to condemn sewerage and/or water systems of any 23 municipal corporation or private utility.

24 Such county or counties shall have the authority to control, regulate, operate, and manage such system or systems and to provide 25 26 funds therefor by general obligation bonds, revenue bonds, local 27 improvement district bonds, utility local improvement district or local improvement district assessments, and in any other lawful fiscal 28 29 Rates or charges for on-site inspection and maintenance manner. services may not be imposed under this chapter on the development, 30 31 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.

Before adopting on-site inspection and maintenance utility 1 2 services, or incorporating residences into an on-site inspection and maintenance or sewer utility under this chapter, notification must be 3 provided, prior to the applicable public hearing, to all residences 4 5 within the proposed service area that have on-site systems permitted by the local health officer. The notice must clearly state that the б 7 residence is within the proposed service area and must provide information on estimated rates or charges that may be imposed for the 8 9 service.

10 A county shall not provide on-site sewage system inspection, pumping services, or other maintenance or repair services under this 11 12 section using county employees unless the on-site system is connected 13 by a publicly owned collection system to the county's sewerage system, 14 and the on-site system represents the first step in the sewage disposal process. Nothing in this section shall affect the authority of a state 15 16 or local health officer to carry out their responsibilities under any 17 other applicable law.

A county may, as part of a system of sewerage established under 18 this chapter, provide for, finance, and operate any of the facilities 19 and services and may exercise the powers expressly authorized for 20 21 county storm water, flood control, pollution prevention, and drainage 22 services and activities under chapters 36.89, 86.12, 86.13, and 86.15 A county also may provide for, finance, and operate the 23 RCW. 24 facilities and services and may exercise any of the powers authorized 25 for aquifer protection areas under chapter 36.36 RCW; for lake or beach management districts under chapter 36.61 RCW; for diking districts, and 26 27 diking, drainage, and sewerage improvement districts under chapters 85.05, 85.08, 85.15, 85.16, and 85.18 RCW; and for shellfish protection 28 districts under chapter 90.72 RCW. However, if a county by reference 29 to any of those statutes assumes as part of its system of sewerage any 30 31 powers granted to such areas or districts and not otherwise available 32 to a county under this chapter, then (1) the procedures and restrictions applicable to those areas or districts apply to the 33 county's exercise of those powers, and (2) the county may not 34 simultaneously impose rates and charges under this chapter and under 35 the statutes authorizing such areas or districts for substantially the 36 37 same facilities and services, but must instead impose uniform rates and 38 charges consistent with RCW 36.94.140. By agreement with such an area

or district that is not part of a county's system of sewerage, a county may operate that area's or district's services or facilities, but a county may not dissolve any existing area or district except in accordance with any applicable provisions of the statute under which that area or district was created.

6 **Sec. 26.** RCW 39.34.190 and 2003 c 327 s 2 are each amended to read 7 as follows:

(1) The legislative authority of a city or county and the governing 8 body of any special purpose district enumerated in subsection (2) of 9 this section may authorize up to ten percent of its water-related 10 revenues to be expended in the implementation of watershed management 11 plan projects or activities that are in addition to the county's, 12 city's, or district's existing water-related services or activities. 13 Such limitation on expenditures shall not apply ((to additional 14 15 revenues for watershed plan implementation that are authorized by voter 16 approval under section 5 of this act or)) to water-related revenues of 17 a public utility district organized according to Title 54 RCW. Water-18 related revenues include rates, charges, and fees for the provision of 19 services relating to water supply, treatment, distribution, and 20 management generally, and those general revenues of the local 21 government that are expended for water management purposes. A local 22 government may not expend for this purpose any revenues that were 23 authorized by voter approval for other specified purposes or that are 24 specifically dedicated to the repayment of municipal bonds or other 25 debt instruments.

26 (2) The following special purpose districts may exercise the 27 authority provided by this section:

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

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

31 (c) Irrigation, reclamation, conservation, and similar districts 32 organized under Titles 87 and 89 RCW;

33 (d) Port districts organized under Title 53 RCW;

34 (e) Diking, drainage, and similar districts organized under Title35 85 RCW;

36 (f) Flood control and similar districts organized under Title 86 37 RCW; (g) Lake <u>or beach</u> management districts organized under chapter
 36.61 RCW;

3

(h) Aquifer protection areas organized under chapter 36.36 RCW; and

4 (i) Shellfish protection districts organized under chapter 90.725 RCW.

6 (3) The authority for expenditure of local government revenues 7 provided by this section shall be applicable broadly to the 8 implementation of watershed management plans addressing water supply, 9 water transmission, water quality treatment or protection, or any other 10 water-related purposes. Such plans include but are not limited to 11 plans developed under the following authorities:

12 13 (a) Watershed plans developed under chapter 90.82 RCW;

(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;

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

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

23 (g) Coordinated water system plans under chapter 70.116 RCW and 24 similar regional plans for water supply; and

25 (h) Any combination of the foregoing plans in an integrated 26 watershed 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:

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

32 (b) Technical support, monitoring, and data collection and 33 analysis;

34 (c) The design, development, construction, and operation of35 projects included in the plan; and

36 (d) Conducting activities and programs included as elements in the 37 plan. 1 **Sec. 27.** RCW 86.09.151 and 1986 c 278 s 52 are each amended to 2 read as follows:

(1) Said flood control districts shall have full authority to carry 3 out the objects of their creation and to that end are authorized to 4 5 acquire, purchase, hold, lease, manage, improve, repair, occupy, and sell real and personal property or any interest therein, either inside 6 7 or outside the boundaries of the district, to enter into and perform any and all necessary contracts, to appoint and employ the necessary 8 officers, agents and employees, to sue and be sued, to exercise the 9 right of eminent domain, to levy and enforce the collection of special 10 assessments and in the manner herein provided against the lands within 11 12 the district, for district revenues, and to do any and all lawful acts 13 required and expedient to carry out the purpose of this chapter.

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

18 Sec. 28. RCW 35.21.403 and 1985 c 398 s 27 are each amended to 19 read as follows:

20 Any city or town may establish lake and beach management districts 21 within its boundaries as provided in chapter 36.61 RCW. When a city or town establishes a lake or beach management district pursuant to 22 23 chapter 36.61 RCW, the term "county legislative authority" shall be 24 deemed to mean the city or town governing body, the term "county" shall be deemed to mean the city or town, and the term "county treasurer" 25 26 shall be deemed to mean the city or town treasurer or other fiscal 27 officer.

28 <u>NEW SECTION.</u> Sec. 29. A new section is added to chapter 43.21A
29 RCW to read as follows:

(1) The department shall, subject to the availability of amounts appropriated for this specific purpose, provide technical assistance to community groups and county and city legislative authorities requesting assistance with the development of beach management programs. The department shall work with the departments of fish and wildlife, natural resources, and the Puget Sound partnership in coordinating

agency assistance to community groups and county and city legislative
 authorities.

(2) The department shall, subject to the availability of amounts 3 appropriated for this specific purpose, develop a study and work plan 4 5 to address the problem of sea lettuce growth and proliferation in Puget The study must address issues including underlying causes of 6 Sound. 7 intense sea lettuce growth and human health and quality of life impacts of sea lettuce accumulations. The study must further integrate these 8 issues into a larger context of nutrient and environmental conditions 9 in the Puget Sound basin to gain a better understanding of why bay 10 areas are being afflicted. The 11 department shall direct a multidisciplinary team to develop short-term and long-term work plans 12 with specific tasks, phases, and achievable work products to assist 13 with identifying, researching, and implementing solutions to understand 14 the long-term trends of sea lettuce accumulations in Puget Sound as a 15 16 whole or in particular bays and beaches. The work plan tasks must 17 include:

18

(a) Identifying habitat and associated fish and wildlife uses;

(b) Assessing the most appropriate and environmentally responsiblemethods to address recurring sea lettuce growth;

21 (c) Providing options for removal efforts of excessive 22 accumulations impacting the environment and local communities;

23

(d) Examining nutrient conditions in nearshore environments; and

(e) Analyzing the benefits and harm to deep water and upland disposal of sea lettuce and the environmental impacts of sea lettuce removal. The department shall provide progress reports regarding the study, its tasks, and various findings, to the relevant legislative policy committees, by January 1, 2010, and January 1, 2011.

(3) State agencies shall also coordinate technical assistance with marine resources committees established in the area of the beach management district.

(4) State agencies shall provide technical assistance to beach management districts so that beach management districts are able to ensure that proposed beach improvement and maintenance plans and activities are consistent with applicable federal, state, and local laws, and consistent with federal, state, and local resource management plans including, but not limited to, shoreline master programs, critical areas ordinances, state and federally identified habitat 1 conservation plans and species recovery plans, state marine species 2 management plans, and shoreline and nearshore protection and 3 restoration plans.

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