FINAL BILL REPORT

2SSB 5313

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Synopsis as Enacted

Brief Description: Establishing the advanced environmental mitigation revolving fund.

Sponsors: Senate Committee on Ways & Means (originally sponsored by Senators Wood,

Haugen and Prince; by request of Department of Transportation).

Senate Committee on Transportation
Senate Committee on Ways & Means
House Committee on Transportation Policy &

House Committee on Transportation Policy & Budget

Background: During the design and construction of Department of Transportation (DOT) projects, efforts are made to avoid or minimize adverse environmental impacts. When adverse impacts are unavoidable, they are mitigated during transportation project construction, within the project's boundaries (i.e., on-site). For example, when a transportation project requires the filling of a wetland, a new wetland is constructed on-site.

Many times, on-site conditions are not favorable for effective mitigation, particularly when transportation project timelines fail to allow for ideal site selection or development. However, other off-site locations within the watershed may be more suitable or preferable for mitigation. A watershed approach— to environmental mitigation, which allows the selection of sites within an entire water resource inventory area where a particular transportation project is located, promotes enhanced, off-site mitigation.

Opportunities to share mitigation sites with other jurisdictions are lost since environmental mitigation is tied directly to project funds. Development of prospective, cost-effective, multi-jurisdictional environmental facilities is not possible when funds are appropriated for specific projects.

Where feasible, DOT seeks to finance the acquisition and development of environmental mitigation sites prior to construction of specific transportation projects. To that end, DOT seeks to establish an advanced environmental mitigation revolving fund, patterned after DOT's right-of-way revolving account. Using this fund, environmental mitigation sites, needed in the foreseeable future, would be purchased and developed with monies from the revolving fund. Then, when construction of a transportation project requiring use of the mitigation site begins, the fund would be replenished using dollars appropriated for the subject project.

Summary: The environmental mitigation revolving fund, which is not tied to programmed transportation projects, is created to finance the acquisition and development of environmental mitigation sites in advance of transportation project design and construction. To qualify for advanced environmental mitigation, DOT projects must be approved by the Transportation Commission as part of the state's six-year plan or be included in the state highway system plan. The fund retains 80 percent of its interest earnings.

Advanced environmental mitigation, including the acquisition and development of mitigation sites, may be conducted in partnership with federal, state, or local government agencies, tribal governments, interest groups, or private parties.

When DOT, or any of its transportation partners, proceeds with the construction of a transportation project that will use an advanced environmental mitigation site, the advanced environmental mitigation revolving fund must be reimbursed with monies appropriated for the use of the site.

Every two years, DOT must report to the Legislative Transportation Committee and the Office of Financial Management regarding: (1) which advance environmental mitigation sites were purchased and why; (2) what expenditures where made for the parcels; and (3) estimated savings.

Votes on Final Passage:

Senate 39 8 House 94 4

Effective: July 27, 1997