CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 1848

56th Legislature 1999 Regular Session

Passed by the House April 19, 1999 Yeas 92 Nays 5

Speaker of the House of Representatives

Speaker of the House of Representatives

Passed by the Senate April 7, 1999 Yeas 48 Nays 1

President of the Senate

Approved

FILED

Governor of the State of Washington

CERTIFICATE

We, Dean R. Foster and Timothy A. Martin, Co-Chief Clerks of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 1848** as passed by the House of Representatives and the Senate on the dates hereon set forth.

Chief Clerk

Chief Clerk

Secretary of State State of Washington

SUBSTITUTE HOUSE BILL 1848

AS AMENDED BY THE SENATE

Passed Legislature - 1999 Regular Session

State of Washington 56th Legislature 1999 Regular Session

By House Committee on Local Government (originally sponsored by Representatives Grant, Mastin and Dunn)

Read first time 03/02/1999.

AN ACT Relating to clarifying the authority of port districts to exercise powers within and outside their territorial limits; amending RCW 53.04.010 and 53.08.240; and creating a new section.

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

5 NEW SECTION. Sec. 1. Article VIII, section 8 of the Washington state Constitution authorizes the use of public funds by port districts б 7 in such manner as the legislature may prescribe for industrial development or trade promotion. The legislature recognizes a growing 8 9 need for a Washington port district that is located in a county that 10 has a contiguous border with another state, and a population between fifty and seventy thousand, to participate with other public agencies 11 12 of this state and an adjoining state to attract, encourage, and develop 13 industry and promote trade on both sides of their borders, for the 14 economic benefit to the state of Washington. RCW 53.08.240 authorizes 15 agreements between two or more port districts for the exercise of powers both within and outside their districts, and further authorizes 16 17 contracts by port districts with other governmental entities. The interlocal cooperation act, chapter 39.34 RCW, also authorizes joint 18 19 agreements and contracts between port districts and other state and

local public agencies including political subdivisions of other states.
However, there is uncertainty as to whether or not a port district that
is located in a county that has a contiguous border with another state,
and a population between fifty and seventy thousand, may exercise
industrial development or trade promotion powers outside the district
or state boundaries except jointly with another Washington port
district.

8 The purpose of this act is to define and clarify the authority of 9 a Washington port district that is located in a county that has a 10 contiguous border with another state, and a population between fifty 11 and seventy thousand, to exercise those powers jointly or in 12 cooperation with other public agencies when found to be necessary and 13 beneficial to the people of this state.

14 **Sec. 2.** RCW 53.04.010 and 1963 c 147 s 1 are each amended to read 15 as follows:

16 (1) Port districts are hereby authorized to be established in the various counties of the state for the purposes of acquisition, 17 18 construction, maintenance, operation, development and regulation within 19 the district of harbor improvements, rail or motor vehicle transfer and terminal facilities, water transfer and terminal facilities, air 20 transfer and terminal facilities, or any combination of such transfer 21 22 and terminal facilities, and other commercial transportation, transfer, 23 handling, storage and terminal facilities, and industrial improvements. 24 (2) Powers of a port district that is located in a county that has a contiguous border with another state, and a population between fifty 25 and seventy thousand, shall be exercised within the district, except as 26 otherwise provided by statute or pursuant to an interlocal cooperation 27 agreement with another public agency as defined in chapter 39.34 RCW. 28 29 In addition to other requirements of chapter 39.34 RCW, such an 30 interlocal cooperation agreement may involve the exercise of a port district's powers for a port district that is located in a county that 31 has contiguous borders with another state, and a population between 32 33 fifty and seventy thousand, outside the boundaries of the state of Washington in whole or in part only if found, by resolution of the port 34 district commission exercising such authority, to be reasonably 35 36 necessary for the effective exercise of the port district's statutory 37 powers and for the benefit of the inhabitants of the district and the 38 state of Washington. The resolution may be adopted only after a public

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1 hearing of which notice has been published in a newspaper of general

2 <u>circulation within the district at least ten days in advance.</u>

3 Sec. 3. RCW 53.08.240 and 1961 c 24 s 1 are each amended to read 4 as follows:

5 (1) Any two or more port districts shall have the power, by mutual agreement, to exercise jointly all powers granted to each individual б 7 district, and in the exercise of such powers shall have the right and power to acquire jointly all lands, property, property rights, leases, 8 9 or easements necessary for their purposes, either entirely within or partly within or partly without or entirely without such districts: 10 11 PROVIDED, That any two or more districts so acting jointly, by mutual 12 agreement, shall not acquire any real property or real property rights in any other port district without the consent of such district. 13

14 (2) A district may enter into any contract with the United States, 15 or any state, county, or municipal corporation, or any department of 16 those entities, for carrying out any of the powers that each of the 17 contracting parties may by law exercise separately.

18 (3)(a) A port district that is located in a county that has a 19 contiguous border with another state, and a population between fifty 20 and seventy thousand, may enter into any contract that each of the 21 contracting parties may by law exercise separately with, including but 22 not limited to, municipal corporations of adjoining states.

23 (b) In addition to other powers granted by statute, a port district 24 that is located in a county that has a contiguous border with another 25 state, and a population between fifty and seventy thousand, may enter into agreements with the United States or any of its agencies, or with 26 27 any state, or with any municipal corporation of this state or of an adjoining state, for exercising jointly or cooperatively within or 28 29 outside the district, in whole or in part, any of the powers that each of the contracting parties may by law exercise separately, for the 30 promotion or development of trade or industry. Such powers may be 31 exercised outside the boundaries of this state only after a public 32 33 hearing of which notice has been published in a newspaper of general circulation within the district at least ten days in advance, and 34 pursuant to findings and a resolution by the port district's commission 35 36 that: (i) The undertaking and the district's participation in it will 37 substantially benefit the district and the state of Washington; and 38 (ii) the districts' share of the cost will not exceed an amount

- 1 calculated by dividing the total cost of the undertaking by the number
- 2 <u>of participants.</u>

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