

2 **ESHB 1418** - S COMM AMD  
3 By Committee on Ways & Means

4

5 Strike everything after the enacting clause and insert the  
6 following:

7 NEW SECTION. **Sec. 1.** (1) It is declared to be the public policy  
8 of the state of Washington to promote and facilitate the orderly  
9 development and economic stability of its communities. Local  
10 governments need the ability to raise revenue to finance public  
11 improvements that are designed to encourage economic growth and  
12 development in geographic areas characterized by high levels of  
13 unemployment and stagnate employment and income growth. The  
14 construction of necessary public improvements in accordance with local  
15 economic development plans will encourage investment in job-producing  
16 private development and expand the public tax base.

17 (2) It is the purpose of this chapter:

18 (a) To encourage taxing districts to cooperate in the allocation of  
19 future tax revenues that are used to finance public improvements  
20 designed to encourage private development in selected areas, in  
21 particular in those local governments that are located adjacent to  
22 another state or international border;

23 (b) To assist those local governments that have a competitive  
24 disadvantage in its ability to attract business, private investment, or  
25 commercial development due to its location near a state or  
26 international border; and

27 (c) To prevent or arrest the decay of selected areas due to the  
28 inability of existing financial methods to provide needed public  
29 improvements, and to encourage private investment designed to promote  
30 and facilitate the orderly redevelopment of selected areas.

31 NEW SECTION. **Sec. 2.** The definitions in this section apply  
32 throughout this chapter unless the context clearly requires otherwise.

33 (1) "Assessed value of real property" means the valuation of real  
34 property as placed on the last completed assessment roll.

1 (2) "Local government" means any city, town, county, port district,  
2 or any combination thereof.

3 (3) "Ordinance" means any appropriate method of taking legislative  
4 action by a local government.

5 (4) "Public improvements" means:

6 (a) Infrastructure improvements within the increment area that  
7 include:

8 (i) Street and road construction and maintenance;

9 (ii) Water and sewer system construction and improvements;

10 (iii) Sidewalks and streetlights;

11 (iv) Parking, terminal, and dock facilities;

12 (v) Park and ride facilities of a transit authority;

13 (vi) Park facilities and recreational areas; and

14 (vii) Storm water and drainage management systems; and

15 (b) Expenditures for any of the following purposes:

16 (i) Providing environmental analysis, professional management,  
17 planning, and promotion within the increment area, including the  
18 management and promotion of retail trade activities in the increment  
19 area;

20 (ii) Providing maintenance and security for common or public areas  
21 in the increment area; or

22 (iii) Historic preservation activities authorized under RCW  
23 35.21.395.

24 (5) "Public improvement costs" means the costs of: (a) Design,  
25 planning, acquisition, site preparation, construction, reconstruction,  
26 rehabilitation, improvement, and installation of public improvements;  
27 (b) relocating, maintaining, and operating property pending  
28 construction of public improvements; (c) relocating utilities as a  
29 result of public improvements; (d) financing public improvements,  
30 including interest during construction, legal and other professional  
31 services, taxes, insurance, principal and interest costs on general  
32 indebtedness issued to finance public improvements, and any necessary  
33 reserves for general indebtedness; (e) assessments incurred in  
34 revaluing real property for the purpose of determining the tax  
35 allocation base value that are in excess of costs incurred by the  
36 assessor in accordance with the revaluation plan under chapter 84.41  
37 RCW, and the costs of apportioning the taxes and complying with this  
38 chapter and other applicable law; and (f) administrative expenses and  
39 feasibility studies reasonably necessary and related to these costs,

1 including related costs that may have been incurred before adoption of  
2 the ordinance authorizing the public improvements and the use of  
3 community revitalization financing to fund the costs of the public  
4 improvements.

5 (6) "Regular property taxes" means regular property taxes as  
6 defined in RCW 84.04.140, except: (a) Regular property taxes levied by  
7 port districts or public utility districts specifically for the purpose  
8 of making required payments of principal and interest on general  
9 indebtedness; and (b) regular property taxes levied by the state for  
10 the support of the common schools under RCW 84.52.065.

11 (7) "Tax allocation base value" means the true and fair value of  
12 real property located within an increment area for taxes imposed in the  
13 year in which the increment area is created, plus twenty-five percent  
14 of any increase in the true and fair value of real property located  
15 within an increment area that is placed on the assessment rolls after  
16 the increment area is created.

17 (8) "Tax allocation revenues" means those tax revenues derived from  
18 the imposition of regular property taxes on the increment value and  
19 distributed to finance public improvements.

20 (9) "Increment area" means the geographic area from which taxes are  
21 to be appropriated to finance public improvements authorized under this  
22 chapter.

23 (10) "Increment value" means seventy-five percent of any increase  
24 in the true and fair value of real property in an increment area that  
25 is placed on the tax rolls after the increment area is created.

26 (11) "Taxing districts" means a governmental entity that levies or  
27 has levied for it regular property taxes upon real property located  
28 within a proposed or approved increment area.

29 (12) "Value of taxable property" means the value of the taxable  
30 property as defined in RCW 39.36.015.

31 NEW SECTION. **Sec. 3.** A local government may finance public  
32 improvements using community revitalization financing subject to the  
33 following conditions:

34 (1) The local government adopts an ordinance designating an  
35 increment area within its boundaries and specifying the public  
36 improvements proposed to be financed in whole or in part with the use  
37 of community revitalization financing;

1 (2) The public improvements proposed to be financed in whole or in  
2 part using community revitalization financing are expected to encourage  
3 private development within the increment area and to increase the fair  
4 market value of real property within the increment area;

5 (3) Private development that is anticipated to occur within the  
6 increment area, as a result of the public improvements, will be  
7 consistent with the countywide planning policy adopted by the county  
8 under RCW 36.70A.210 and the local government's comprehensive plan and  
9 development regulations adopted under chapter 36.70A RCW;

10 (4) Taxing districts, in the aggregate, that levy at least seventy  
11 percent of the regular property tax within which the increment area is  
12 located approves the community revitalization financing of the project  
13 under section 5(1) of this act; and

14 (5) In an increment area that includes any portion of a fire  
15 protection district as defined in Title 52 RCW, the fire protection  
16 district must approve their participation in the community  
17 revitalization financing of the project under this act. Approval by  
18 the fire protection district shall be considered as part of the  
19 required participation by taxing districts under subsection (4) of this  
20 section.

21 NEW SECTION. **Sec. 4.** Public improvements that are financed with  
22 community revitalization financing may be undertaken and coordinated  
23 with other programs or efforts undertaken by the local government and  
24 other taxing districts and may be funded in part from revenue sources  
25 other than community revitalization financing.

26 NEW SECTION. **Sec. 5.** Before adopting an ordinance creating the  
27 increment area, a local government must:

28 (1) Obtain written agreement for the use of community  
29 revitalization financing to finance all or a portion of the costs of  
30 the designated public improvements from taxing districts that, in the  
31 aggregate, levy at least seventy percent of the regular property tax on  
32 property within the increment area. A signed, written agreement from  
33 taxing districts that in the aggregate levy at least seventy percent of  
34 the regular property tax within the increment area, constitutes  
35 concurrence by all taxing districts in the increment area in the public  
36 improvement and participation in the public improvement to the extent  
37 of providing limited funding under community revitalization financing

1 authorized under this chapter. The agreement must be authorized by the  
2 governing body of taxing districts that in the aggregate levy at least  
3 seventy percent of the regular property tax on property within the  
4 increment area;

5 (2) Hold a public hearing on the proposed financing of the public  
6 improvement in whole or in part with community revitalization  
7 financing. Notice of the public hearing must be published in the  
8 official local government newspaper at least ten days before the public  
9 hearing and posted in at least six conspicuous public places located in  
10 the proposed increment area. Notices must describe the contemplated  
11 public improvements, estimate the costs of the public improvements,  
12 describe the portion of the costs of the public improvements to be  
13 borne by community revitalization financing, describe any other sources  
14 of revenue to finance the public improvements, describe the boundaries  
15 of the proposed increment area, and estimate the period during which  
16 community revitalization financing is contemplated to be used. The  
17 public hearing may be held by either the governing body of the local  
18 government, or a committee of the governing body that includes at least  
19 a majority of the whole governing body; and

20 (3) Adopt an ordinance establishing the increment area that  
21 describes the public improvements, describes the boundaries of the  
22 increment area, estimates the cost of the public improvements and the  
23 portion of these costs to be financed by community revitalization  
24 financing, estimates the time during which regular property taxes are  
25 to be apportioned, provides the date when the apportionment of the  
26 regular property taxes will commence, and finds that the conditions of  
27 section 3 of this act are met.

28 NEW SECTION. **Sec. 6.** The local government shall:

29 (1) Publish notice in a legal newspaper circulated within the  
30 increment area that describes the public improvement, describes the  
31 boundaries of the increment area, and identifies the location and times  
32 where the ordinance and other public information concerning the public  
33 improvement may be inspected; and

34 (2) Deliver a certified copy of the ordinance to the county  
35 treasurer, the county assessor, and the governing body of each taxing  
36 district within which the increment area is located.

1        NEW SECTION.    **Sec. 7.**    (1) Commencing on the later of either the

2 date established in the ordinance creating the increment area, or the  
3 first day of the calendar year following the passage of the ordinance,  
4 the county treasurer shall distribute receipts from regular taxes  
5 imposed on real property located in the increment area as follows:

6        (a) Each taxing district shall receive that portion of its regular  
7 property taxes produced by the rate of tax levied by or for the taxing  
8 district on the tax allocation base value for that community  
9 revitalization financing project in the taxing district, or upon the  
10 total assessed value of real property in the taxing district, whichever  
11 is smaller; and

12        (b) The local government that created the increment area shall  
13 receive an additional portion of the regular property taxes levied by  
14 or for each taxing district upon the increment value within the  
15 increment area.    However, the local government that created the  
16 increment area may agree to receive less than the full amount of this  
17 portion as long as bond debt service, reserve, and other bond covenant  
18 requirements are satisfied, in which case the balance of these tax  
19 receipts shall be allocated to the taxing districts that imposed  
20 regular property taxes, or have regular property taxes imposed for  
21 them, in the increment area for collection that year in proportion to  
22 their regular tax levy rates for collection that year.    The local  
23 government may request that the treasurer transfer this additional  
24 portion of the property taxes to its designated agent.    The portion of  
25 the tax receipts distributed to the local government or its agent under  
26 this subsection (1)(b) may only be expended to finance public  
27 improvement costs associated with the public improvements financed in  
28 whole or in part by community revitalization financing.

29        (2) The county assessor shall allocate twenty-five percent of any  
30 increased real property value occurring in the increment area to the  
31 tax allocation base value and seventy-five percent to the increment  
32 value.    This section does not authorize revaluations of real property  
33 by the assessor for property taxation that are not made in accordance  
34 with the assessor's revaluation plan under chapter 84.41 RCW or under  
35 other authorized revaluation procedures.

36        (3) The apportionment of increases in assessed valuation in an  
37 increment area, and the associated distribution to the local government  
38 of receipts from regular property taxes that are imposed on the  
39 increment value, must cease when tax allocation revenues are no longer

1 necessary or obligated to pay the costs of the public improvements.  
2 Any excess tax allocation revenues and earnings on the tax allocation  
3 revenues remaining at the time the apportionment of tax receipts  
4 terminates must be returned to the county treasurer and distributed to  
5 the taxing districts that imposed regular property taxes, or had  
6 regular property taxes imposed for it, in the increment area for  
7 collection that year, in proportion to the rates of their regular  
8 property tax levies for collection that year.

9 NEW SECTION. **Sec. 8.** (1) A local government designating an  
10 increment area and authorizing the use of community revitalization  
11 financing may incur general indebtedness, and issue general obligation  
12 bonds, to finance the public improvements and retire the indebtedness  
13 in whole or in part from tax allocation revenues it receives, subject  
14 to the following requirements:

15 (a) The ordinance adopted by the local government creating the  
16 increment area and authorizing the use of community revitalization  
17 financing indicates an intent to incur this indebtedness and the  
18 maximum amount of this indebtedness that is contemplated; and

19 (b) The local government includes this statement of the intent in  
20 all notices required by section 5 of this act.

21 (2) The general indebtedness incurred under subsection (1) of this  
22 section may be payable from other tax revenues, the full faith and  
23 credit of the local government, and nontax income, revenues, fees, and  
24 rents from the public improvements, as well as contributions, grants,  
25 and nontax money available to the local government for payment of costs  
26 of the public improvements or associated debt service on the general  
27 indebtedness.

28 (3) In addition to the requirements in subsection (1) of this  
29 section, a local government designating an increment area and  
30 authorizing the use of community revitalization financing may require  
31 the nonpublic participant to provide adequate security to protect the  
32 public investment in the public improvement within the increment area.

33 NEW SECTION. **Sec. 9.** A direct or collateral attack on a public  
34 improvement, public improvement ordinance, or increment area purported  
35 to be authorized or created in conformance with applicable legal  
36 requirements, including this chapter, may not be commenced more than

1 thirty days after publication of notice as required by section 6 of  
2 this act.

3 NEW SECTION. **Sec. 10.** This chapter supplements and neither  
4 restricts nor limits any powers which the state or any local government  
5 might otherwise have under any laws of this state.

6 NEW SECTION. **Sec. 11.** A new section is added to chapter 27.12 RCW  
7 to read as follows:

8 In addition to other authority that a rural county library district  
9 or intercounty rural library district possesses, a rural county library  
10 district or an intercounty rural library district may provide any  
11 public improvement as defined under section 2 of this act, but this  
12 additional authority is limited to participating in the financing of  
13 the public improvements as provided under section 5 of this act.

14 This section does not limit the authority of a rural county library  
15 district or intercounty rural library district to otherwise participate  
16 in the public improvements if that authority exists elsewhere.

17 NEW SECTION. **Sec. 12.** A new section is added to chapter 35.61 RCW  
18 to read as follows:

19 In addition to other authority that a metropolitan park district  
20 possesses, a metropolitan park district may provide any public  
21 improvement as defined under section 2 of this act, but this additional  
22 authority is limited to participating in the financing of the public  
23 improvements as provided under section 5 of this act.

24 This section does not limit the authority of a metropolitan park  
25 district to otherwise participate in the public improvements if that  
26 authority exists elsewhere.

27 NEW SECTION. **Sec. 13.** A new section is added to chapter 36.32 RCW  
28 to read as follows:

29 In addition to other authority that a county possesses, a county  
30 may provide any public improvement as defined under section 2 of this  
31 act, but this additional authority is limited to participating in the  
32 financing of the public improvements as provided under section 5 of  
33 this act.



1 This section does not limit the authority of a county to otherwise  
2 participate in the public improvements if that authority exists  
3 elsewhere.

4 NEW SECTION. **Sec. 14.** A new section is added to chapter 36.68 RCW  
5 to read as follows:

6 In addition to other authority that a park and recreation service  
7 area possesses, a park and recreation service area may provide any  
8 public improvement as defined under section 2 of this act, but this  
9 additional authority is limited to participating in the financing of  
10 the public improvements as provided under section 5 of this act.

11 This section does not limit the authority of a park and recreation  
12 service area to otherwise participate in the public improvements if  
13 that authority exists elsewhere.

14 NEW SECTION. **Sec. 15.** A new section is added to chapter 36.69 RCW  
15 to read as follows:

16 In addition to other authority that a park and recreation district  
17 possesses, a park and recreation district may provide any public  
18 improvement as defined under section 2 of this act, but this additional  
19 authority is limited to participating in the financing of the public  
20 improvements as provided under section 5 of this act.

21 This section does not limit the authority of a park and recreation  
22 district to otherwise participate in the public improvements if that  
23 authority exists elsewhere.

24 NEW SECTION. **Sec. 16.** A new section is added to chapter 36.75 RCW  
25 to read as follows:

26 In addition to other authority that a road district possesses, a  
27 road district may provide any public improvement as defined under  
28 section 2 of this act, but this additional authority is limited to  
29 participating in the financing of the public improvements as provided  
30 under section 5 of this act.

31 This section does not limit the authority of a road district to  
32 otherwise participate in the public improvements if that authority  
33 exists elsewhere.

34 NEW SECTION. **Sec. 17.** A new section is added to chapter 52.12 RCW  
35 to read as follows:

1 In addition to other authority that a fire protection district  
2 possesses, a fire protection district may provide any public  
3 improvement as defined under section 2 of this act, but this additional  
4 authority is limited to participating in the financing of the public  
5 improvements as provided under section 5 of this act.

6 This section does not limit the authority of a fire protection  
7 district to otherwise participate in the public improvements if that  
8 authority exists elsewhere.

9 NEW SECTION. **Sec. 18.** A new section is added to chapter 53.08 RCW  
10 to read as follows:

11 In addition to other authority that a port district possesses, a  
12 port district may provide any public improvement as defined under  
13 section 2 of this act, but this additional authority is limited to  
14 participating in the financing of the public improvements as provided  
15 under section 5 of this act.

16 This section does not limit the authority of a port district to  
17 otherwise participate in the public improvements if that authority  
18 exists elsewhere.

19 NEW SECTION. **Sec. 19.** A new section is added to chapter 54.16 RCW  
20 to read as follows:

21 In addition to other authority that a public utility district  
22 possesses, a public utility district may provide any public improvement  
23 as defined under section 2 of this act, but this additional authority  
24 is limited to participating in the financing of the public improvements  
25 as provided under section 5 of this act.

26 This section does not limit the authority of a public utility  
27 district to otherwise participate in the public improvements if that  
28 authority exists elsewhere.

29 NEW SECTION. **Sec. 20.** A new section is added to chapter 67.38 RCW  
30 to read as follows:

31 In addition to other authority that a cultural arts, stadium, and  
32 convention center district possesses, a cultural arts, stadium, and  
33 convention center district may provide any public improvement as  
34 defined under section 2 of this act, but this additional authority is  
35 limited to participating in the financing of the public improvements as  
36 provided under section 5 of this act.

1 This section does not limit the authority of a cultural arts,  
2 stadium, and convention center district to otherwise participate in the  
3 public improvements if that authority exists elsewhere.

4 NEW SECTION. **Sec. 21.** A new section is added to chapter 68.52 RCW  
5 to read as follows:

6 In addition to other authority that a cemetery district possesses,  
7 a cemetery district may provide any public improvement as defined under  
8 section 2 of this act, but this additional authority is limited to  
9 participating in the financing of the public improvements as provided  
10 under section 5 of this act.

11 This section does not limit the authority of a cemetery district to  
12 otherwise participate in the public improvements if that authority  
13 exists elsewhere.

14 NEW SECTION. **Sec. 22.** A new section is added to chapter 70.44 RCW  
15 to read as follows:

16 In addition to other authority that a public hospital district  
17 possesses, a public hospital district may provide any public  
18 improvement as defined under section 2 of this act, but this additional  
19 authority is limited to participating in the financing of the public  
20 improvements as provided under section 5 of this act.

21 This section does not limit the authority of a public hospital  
22 district to otherwise participate in the public improvements if that  
23 authority exists elsewhere.

24 NEW SECTION. **Sec. 23.** A new section is added to chapter 86.15 RCW  
25 to read as follows:

26 In addition to other authority that a flood control zone district  
27 possesses, a flood control zone district may provide any public  
28 improvement as defined under section 2 of this act, but this additional  
29 authority is limited to participating in the financing of the public  
30 improvements as provided under section 5 of this act.

31 This section does not limit the authority of a flood control zone  
32 district to otherwise participate in the public improvements if that  
33 authority exists elsewhere.

34 NEW SECTION. **Sec. 24.** A new section is added to chapter 84.55 RCW  
35 to read as follows:

1 Limitations on regular property taxes that are provided in this  
2 chapter shall continue in a taxing district whether or not an increment  
3 area exists within the taxing district as provided under chapter 39.--  
4 RCW (sections 1 through 10 and 29 of this act).

5 **Sec. 25.** RCW 36.33.220 and 1973 1st ex.s. c 195 s 142 are each  
6 amended to read as follows:

7 The legislative authority of any county may budget, in accordance  
8 with the provisions of chapter 36.40 RCW, and expend any portion of the  
9 county road property tax revenues for any service to be provided in the  
10 unincorporated area of the county notwithstanding any other provision  
11 of law, including chapter 36.82 RCW and RCW 84.52.050 and 84.52.043.  
12 County road property tax revenues that are diverted under chapter 39.--  
13 RCW (sections 1 through 10 and 29 of this act) may be expended as  
14 provided under chapter 39.-- RCW (sections 1 through 10 and 29 of this  
15 act).

16 **Sec. 26.** RCW 36.79.140 and 1997 c 81 s 6 are each amended to read  
17 as follows:

18 At the time the board reviews the six-year program of each county  
19 each even-numbered year, it shall consider and shall approve for  
20 inclusion in its recommended budget, as required by RCW 36.79.130, the  
21 portion of the rural arterial construction program scheduled to be  
22 performed during the biennial period beginning the following July 1st.  
23 Subject to the appropriations actually approved by the legislature, the  
24 board shall as soon as feasible approve rural arterial trust account  
25 funds to be spent during the ensuing biennium for preliminary proposals  
26 in priority sequence as established pursuant to RCW 36.79.090. Only  
27 those counties that during the preceding twelve months have spent all  
28 revenues collected for road purposes only for such purposes, including  
29 traffic law enforcement, as are allowed to the state by Article II,  
30 section 40 of the state Constitution are eligible to receive funds from  
31 the rural arterial trust account(~~(: PROVIDED HOWEVER)~~), except that:  
32 (1) Counties with a population of less than eight thousand are exempt  
33 from this eligibility restriction(~~(: AND PROVIDED FURTHER, That)~~); (2)  
34 counties expending revenues collected for road purposes only on other  
35 governmental services after authorization from the voters of that  
36 county under RCW 84.55.050 are also exempt from this eligibility  
37 restriction; and (3) this restriction shall not apply to any moneys

1 diverted from the road district levy under chapter 39.-- RCW (sections  
2 1 through 10 and 29 of this act). The board shall authorize rural  
3 arterial trust account funds for the construction project portion of a  
4 project previously authorized for a preliminary proposal in the  
5 sequence in which the preliminary proposal has been completed and the  
6 construction project is to be placed under contract. At such time the  
7 board may reserve rural arterial trust account funds for expenditure in  
8 future years as may be necessary for completion of preliminary  
9 proposals and construction projects to be commenced in the ensuing  
10 biennium.

11 The board may, within the constraints of available rural arterial  
12 trust funds, consider additional projects for authorization upon a  
13 clear and conclusive showing by the submitting county that the proposed  
14 project is of an emergent nature and that its need was unable to be  
15 anticipated at the time the six-year program of the county was  
16 developed. The proposed projects shall be evaluated on the basis of  
17 the priority rating factors specified in RCW 36.79.080.

18 **Sec. 27.** RCW 36.82.040 and 1973 1st ex.s. c 195 s 41 are each  
19 amended to read as follows:

20 For the purpose of raising revenue for establishing, laying out,  
21 constructing, altering, repairing, improving, and maintaining county  
22 roads, bridges, and wharves necessary for vehicle ferriage and for  
23 other proper county purposes, the board shall annually at the time of  
24 making the levy for general purposes make a uniform tax levy throughout  
25 the county, or any road district thereof, of not to exceed two dollars  
26 and twenty-five cents per thousand dollars of assessed value of the  
27 last assessed valuation of the taxable property in the county, or road  
28 district thereof, unless other law of the state requires a lower  
29 maximum levy, in which event such lower maximum levy shall control.  
30 All funds accruing from such levy shall be credited to and deposited in  
31 the county road fund except that revenue diverted under RCW 36.33.220  
32 shall be placed in a separate and identifiable account within the  
33 county current expense fund and except that revenue diverted under  
34 chapter 39.-- RCW (sections 1 through 10 and 29 of this act) shall be  
35 expended as provided under chapter 39.-- RCW (sections 1 through 10 and  
36 29 of this act).

1       **Sec. 28.** RCW 46.68.124 and 1990 c 33 s 586 are each amended to  
2 read as follows:

3       (1) The equivalent population for each county shall be computed as  
4 the sum of the population residing in the county's unincorporated area  
5 plus twenty-five percent of the population residing in the county's  
6 incorporated area. Population figures required for the computations in  
7 this subsection shall be certified by the director of the office of  
8 financial management on or before July 1st of each odd-numbered year.

9       (2) The total annual road cost for each county shall be computed as  
10 the sum of one twenty-fifth of the total estimated county road  
11 replacement cost, plus the total estimated annual maintenance cost.  
12 Appropriate costs for bridges and ferries shall be included. The  
13 county road administration board shall be responsible for establishing  
14 a uniform system of roadway categories for both maintenance and  
15 construction and also for establishing a single statewide cost per mile  
16 rate for each roadway category. The total annual cost for each county  
17 will be based on the established statewide cost per mile and associated  
18 mileage for each category. The mileage to be used for these  
19 computations shall be as shown in the county road log as maintained by  
20 the county road administration board as of July 1, 1985, and each two  
21 years thereafter. Each county shall be responsible for submitting  
22 changes, corrections, and deletions as regards the county road log to  
23 the county road administration board. Such changes, corrections, and  
24 deletions shall be subject to verification and approval by the county  
25 road administration board prior to inclusion in the county road log.

26       (3) The money need factor for each county shall be the county's  
27 total annual road cost less the following four amounts:

28       (a) One-half the sum of the actual county road tax levied upon the  
29 valuation of all taxable property within the county road districts  
30 pursuant to RCW 36.82.040, including any amount of such tax diverted  
31 under chapter 39.-- RCW (sections 1 through 10 and 29 of this act), for  
32 the two calendar years next preceding the year of computation of the  
33 allocation amounts as certified by the department of revenue;

34       (b) One-half the sum of all funds received by the county road fund  
35 from the federal forest reserve fund pursuant to RCW 28A.520.010 and  
36 28A.520.020 during the two calendar years next preceding the year of  
37 computation of the allocation amounts as certified by the state  
38 treasurer;

1 (c) One-half the sum of timber excise taxes received by the county  
2 road fund pursuant to chapter 84.33 RCW in the two calendar years next  
3 preceding the year of computation of the allocation amounts as  
4 certified by the state treasurer;

5 (d) One-half the sum of motor vehicle license fees and motor  
6 vehicle and special fuel taxes refunded to the county, pursuant to RCW  
7 46.68.080 during the two calendar years next preceding the year of  
8 computation of the allocation amounts as certified by the state  
9 treasurer.

10 (4) The state treasurer and the department of revenue shall furnish  
11 to the county road administration board the information required by  
12 subsection (3) of this section on or before July 1st of each odd-  
13 numbered year.

14 (5) The county road administration board, shall compute and provide  
15 to the counties the allocation factors of the several counties on or  
16 before September 1st of each year based solely upon the sources of  
17 information herein before required: PROVIDED, That the allocation  
18 factor shall be held to a level not more than five percent above or  
19 five percent below the allocation factor in use during the previous  
20 calendar year. Upon computation of the actual allocation factors of  
21 the several counties, the county road administration board shall  
22 provide such factors to the state treasurer to be used in the  
23 computation of the counties' fuel tax allocation for the succeeding  
24 calendar year. The state treasurer shall adjust the fuel tax  
25 allocation of each county on January 1st of every year based solely  
26 upon the information provided by the county road administration board.

27 NEW SECTION. **Sec. 29.** Sections 1 through 10 of this act expire  
28 July 1, 2010.

29 NEW SECTION. **Sec. 30.** Sections 1 through 10 and 29 of this act  
30 constitute a new chapter in Title 39 RCW.

31 NEW SECTION. **Sec. 31.** If any provision of this act or its  
32 application to any person or circumstance is held invalid, the  
33 remainder of the act or the application of the provision to other  
34 persons or circumstances is not affected."

1 **ESHB 1418** - S COMM AMD  
2 By Committee on Ways & Means

3

4 On page 1, line 1 of the title, after "financing;" strike the  
5 remainder of the title and insert "amending RCW 36.33.220, 36.79.140,  
6 36.82.040, and 46.68.124; adding a new section to chapter 27.12 RCW;  
7 adding a new section to chapter 35.61 RCW; adding a new section to  
8 chapter 36.32 RCW; adding a new section to chapter 36.68 RCW; adding a  
9 new section to chapter 36.69 RCW; adding a new section to chapter 36.75  
10 RCW; adding a new section to chapter 52.12 RCW; adding a new section to  
11 chapter 53.08 RCW; adding a new section to chapter 54.16 RCW; adding a  
12 new section to chapter 67.38 RCW; adding a new section to chapter 68.52  
13 RCW; adding a new section to chapter 70.44 RCW; adding a new section to  
14 chapter 86.15 RCW; adding a new section to chapter 84.55 RCW; adding a  
15 new chapter to Title 39 RCW; and providing an expiration date."

--- END ---