HOUSE BILL REPORT HB 2450

As Reported by House Committee On:

Local Government & Housing

Title: An act relating to the trade center act.

Brief Description: Updating the Washington trade center act to authorize electronic commerce activities

Sponsors: Representatives Hatfield, Dunshee, DeBolt, Jarrett and Anderson.

Brief History:

Committee Activity:

Local Government & Housing: 1/30/02 [DP].

Brief Summary of Bill

- · Changes the Trade Center Act by recognizing that activities, services, and facilities connected with a trade center include electronic facilities and services.
- · Authorizes port districts and the Washington Public Ports Association to invest jointly with public and private agencies and other entities.

HOUSE COMMITTEE ON LOCAL GOVERNMENT & HOUSING

Majority Report: Do pass. Signed by 11 members: Representatives Dunshee, Chair; Edwards, Vice Chair; Mulliken, Ranking Minority Member; Berkey, Crouse, DeBolt, Dunn, Hatfield, Kirby, Mielke and Sullivan.

Staff: Scott MacColl (786-7106).

Background:

The Washington Public Ports Association (WPPA) is a nonprofit corporation established in 1961 to promote the interests of the port community. The WPPA is recognized by statute as the organizing agency for coordinating and harmonizing programs and operations of its member districts, and for submitting recommendations to the Governor and the Legislature.

Currently, the power to establish trade centers is given to port districts, the WPPA, or

House Bill Report - 1 - HB 2450

the Federation of Washington Ports. The Trade Center Act was created in 1989 to provide port districts and the WPPA with additional powers to provide trade centers and to promote and encourage trade, tourism, travel and economic development in a coordinated and efficient manner through the ports of the state. Specifically, port districts and the WPPA are given the power to acquire, construct, develop, operate and maintain all land or other property interests, buildings, structures or other improvements necessary to provide a trade center.

A trade center is a physical facility consisting of one or more structures with areas for the centralized accommodation of public and private agencies, persons and facilities in order to afford improved service to waterborne and airborne import and export trade and commerce and all the related functions and activities.

Additionally, port districts and the WPPA are authorized to cooperate and act jointly with other public and private agencies, including but not limited to the federal government, the state, other ports, other states, and private nonprofit trade promotion groups and associate development organizations.

Summary of Bill:

This power to establish trade centers is expanded in two ways. First, ports may participate in transactions necessary to provide electronic or other facilities of a trade center or to exercise powers or purposes of a trade center. The term "transaction" is specifically defined as having the same meaning as in the Federal Electronic Signatures in Global and National Commerce Act (Title 15 U.S.C. Sec. 7006 (13)):

An action or set of actions relating to the conduct of business, consumer, or commercial affairs between two or more persons, including any of the following types of conduct:

- (A) the sale, lease, exchange, licensing, or other disposition of (i) personal property, including goods and intangibles, (ii) services, and (iii) any combination thereof; and
- (B) the sale, lease, exchange, or other disposition of any interest in real property, or any combination thereof.

Second, port districts and the WPPA are authorized to invest jointly with public and private agencies and persons, including but not limited to the federal government, the state, other ports and municipal corporations, other states and their political subdivisions, and private nonprofit trade promotion groups and associate development organizations. Additionally, the term "persons" is specifically defined as having the same meaning as in the Federal Electronic Signatures in Global and National Commerce Act (Title 15 U.S.C.

Sec 7006 (8)):

...an individual, corporation, business trust, estate, trust, partnership, limited liability company, association, joint venture, governmental agency, public corporation, or any other legal or commercial entity.

Appropriation: None.

Fiscal Note: Not Requested.

Effective Date: Ninety days after adjournment of session in which bill is passed.

Testimony For: This bill is an e-business and e-commerce update for port districts in order to make ports more secure. The Port of Seattle lawyers decided that specific authority was required to engage in e-commerce.

Testimony Against: None.

Testified: (In support) Representative Dunshee, sponsor; and Terry Finn, Port of Seattle.