## ENGROSSED SUBSTITUTE HOUSE BILL 1005

State of Washington 57th Legislature 2002 Regular Session

**By** House Committee on Technology, Telecommunications & Energy (originally sponsored by Representatives Morris and Lantz)

Read first time 02/05/2002. Referred to Committee on .

AN ACT Relating to public utility rights of way on aquatic lands; amending RCW 79.90.470; adding a new section to chapter 79.90 RCW; and creating a new section.

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

5 NEW SECTION. Sec. 1. The legislature finds that local public utilities provide essential services to all of the residents of the б 7 state and that the construction and improvement of local utility infrastructure is critical to the public health, safety, and welfare, 8 community and economic development, and installation of modern and 9 10 reliable communication and energy technology. The legislature further finds that local utility lines must cross state-owned aquatic lands in 11 order to reach all state residents and that, for the benefit of such 12 13 residents, the state should permit the crossings, consistent with all 14 applicable state environmental laws, in a nondiscriminatory, economic, 15 and timely manner. The legislature further finds that this act and the 16 valuation methodology in section 3 of this act applies only to the uses 17 listed in section 2 of this act, and does not establish a precedent for 18 valuation for any other uses on state-owned aquatic lands.

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1 sec. 2. RCW 79.90.470 and 1984 c 221 s 5 are each amended to read
2 as follows:

3 (1) The use of state-owned aquatic lands for public utility lines 4 owned by a governmental entity shall be granted ((without charge)) by 5 an agreement, permit, or other instrument if the use is consistent with the purposes of RCW 79.90.450 through 79.90.460 and does not obstruct 6 7 navigation or other public uses. The department may recover only its 8 reasonable direct administrative costs incurred in processing and approving the request or application, and reviewing plans for 9 construction of public utility lines. For purposes of this section, 10 "direct administrative costs" means the cost of hours worked directly 11 on an application or request, based on salaries and benefits, plus 12 travel reimbursement and other actual out-of-pocket costs. Direct 13 administrative costs recovered by the department must be deposited into 14 15 the resource management cost account. Use for public parks or public recreation purposes shall be granted without charge if the aquatic 16 17 lands and improvements are available to the general public on a firstcome, first-served basis and are not managed to produce a profit for 18 19 the operator or a concessionaire. The department may lease state-owned 20 tidelands that are in front of state parks only with the approval of the state parks and recreation commission. The department may lease 21 bedlands in front of state parks only after the department has 22 23 consulted with the state parks and recreation commission.

(2) The use of state-owned aquatic lands for local public utility lines owned by a nongovernmental entity will be granted by easement if the use is consistent with the purpose of RCW 79.90.450 through 79.90.460 and does not obstruct navigation or other public uses. The total charge for the easement will be determined under section 3 of this act.

30 (3) Nothing in this section limits the ability of the department to 31 obtain payment for commodity costs, such as lost revenue from renewable 32 resources, resulting from the granted use of state-owned aquatic lands 33 for public utility lines.

34 <u>NEW SECTION.</u> Sec. 3. A new section is added to chapter 79.90 RCW 35 to read as follows:

(1) Until July 1, 2008, the charge for the term of an easement
 granted under RCW 79.90.470(2) will be determined as follows and will
 be paid in advance upon grant of the easement:

(a) Five thousand dollars for individual easement crossings that
 are no longer than one mile in length;

3 (b) Twelve thousand five hundred dollars for individual easement 4 crossings that are more than one mile but less than five miles in 5 length; or

6 (c) Twenty thousand dollars for individual easement crossings that 7 are five miles or more in length.

8 (2) The charge for easements under subsection (1) of this section 9 must be adjusted annually by the rate of yearly increase in the most 10 recently published consumer price index, all urban consumers, for the 11 Seattle-Everett SMSA, over the consumer price index for the preceding 12 year, as compiled by the bureau of labor statistics, United States 13 department of labor for the state of Washington rounded up to the 14 nearest fifty dollars.

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(3) The term of the easement is thirty years.

(4) In addition to the charge for the easement under subsection (1) 16 17 of this section, the department may recover its reasonable direct administrative costs incurred in receiving an application for the 18 19 easement, approving the easement, and reviewing plans for and 20 construction of the public utility lines. For the purposes of this subsection, "direct administrative costs" means the cost of hours 21 worked directly on an application, based on salaries and benefits, plus 22 travel reimbursement and other actual out-of-pocket costs. 23 Direct 24 administrative costs recovered by the department must be deposited into 25 the resource management cost account.

(5) Applicants under RCW 79.90.470(2) providing a residence with an individual service connection for electrical, natural gas, cable television, or telecommunications service are not required to pay the charge for the easement under subsection (1) of this section but shall pay administrative costs under subsection (4) of this section.

(6) A final decision on applications for an easement must be made 31 within one hundred twenty days after the department receives the 32 completed application and after all applicable regulatory permits for 33 34 the aquatic easement have been acquired. This subsection applies to applications submitted before the effective date of this section, as 35 well as to applications submitted on or after the effective date of 36 37 this section. Upon request of the applicant, the department may reach a decision on an application within sixty days and charge an additional 38 39 fee for an expedited processing. The fee for an expedited processing 1 is the greater of: (a) Ten percent of the combined total of the 2 easement charge and direct administrative costs; or (b) the cost of 3 staff overtime, calculated at time and one-half, associated with the 4 expedited processing.

5 <u>NEW SECTION.</u> Sec. 4. If any provision of this act or its 6 application to any person or circumstance is held invalid, the 7 remainder of the act or the application of the provision to other 8 persons or circumstances is not affected.

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