SENATE BILL 5370

State of Washington 57th Legislature 2001 Regular Session

By Senators Patterson, Prentice, Hale and Haugen; by request of Governor Locke

Read first time 01/19/2001. Referred to Committee on State & Local Government.

AN ACT Relating to splitting the department of community, trade, 1 2 and economic development and reestablishing the department of community 3 development and the department of trade and economic development; 4 amending RCW 43.330.020, 43.63A.021, 43.330.040, 43.330.050, 43.330.070, 43.330.125, 43.330.135, 43.63A.066, 43.63A.115, 43.63A.155, 5 43.63A.275, 43.63A.400, 43.63A.410, 43.63A.440, 43.63A.460, 43.63A.600, б 7 43.330.152, 43.330.155, 43.330.156, 43.330.904, 41.06.072, 43.330.065, 43.330.080, 43.31.057, 43.31.093, 43.31.205, 43.31.422, 43.31.504, 8 43.31.522, 43.31.524, 43.31.641, 43.31.830, 43.31.840, 9 43.31.960, 10 19.27.070, 19.27.097, 19.27.150, 19.27.190, 27.34.020, 27.34.310, 27.53.030, 28A.215.110, 28A.215.120, 28A.300.160, 28B.06.030, 11 12 34.05.330, 35.02.260, 35.21.300, 35.21.687, 35.21.779, 36.27.100, 36.34.137, 36.70A.030, 36.70A.040, 36.70A.131, 39.44.210, 39.44.230, 13 39.84.090, 43.08.260, 43.19.1920, 43.19.19201, 43.20A.037, 43.21A.612, 14 15 43.21C.110, 43.22.495, 43.63B.010, 43.70.530, 43.70.540, 43.79.201, 43.132.030, 43.133.030, 43.133.050, 43.150.040, 43.155.020, 43.168.010, 16 17 43.168.020, 43.168.031, 43.168.040, 43.168.050, 43.180.040, 43.180.200, 18 43.180.220, 43.185.020, 43.185A.010, 43.185B.010, 43.190.030, 19 43.280.011, 43.280.020, 43.280.060, 43.280.070, 43.280.080, 43.280.090, 20 43.310.020, 43.330.110, 43.330.130, 43.330.210, 46.12.295, 47.12.064, 47.50.090, 53.36.030, 54.16.285, 54.52.010, 54.52.020, 57.46.010, 21

57.46.020, 59.18.440, 59.21.010, 59.22.020, 59.22.090, 59.24.020, 1 2 59.24.050, 59.24.060, 59.28.040, 59.28.050, 59.28.060, 66.08.195, 3 66.08.198, 67.38.070, 68.60.030, 70.05.125, 70.94.537, 70.95.260, 4 70.95.265, 70.95.810, 70.105.020, 70.114A.070, 70.119A.170, 70.125.030, 70.164.020, 70.190.010, 72.09.055, 72.65.210, 74.08A.010, 74.14B.060, 5 79A.30.050, 79A.50.100, 80.28.010, 82.14.330, 82.14.335, 84.36.560, 6 88.02.053, 90.03.247, 90.71.020, 19.27A.020, 19.29A.010, 24.46.010, 7 8 28A.515.320, 28B.20.283, 28B.20.289, 28B.20.293, 28B.30.537, 9 28B.30.900, 28B.38.020, 28B.38.050, 28B.50.262, 28B.65.040, 28B.65.050, 10 28B.65.060, 28B.109.020, 28C.18.060, 36.01.120, 36.110.030, 39.86.110, 43.17.065, 43.20A.750, 43.21A.510, 43.21A.515, 43.21F.025, 43.21F.090, 11 12 43.21G.010, 43.23.035, 43.31.805, 43.63A.230, 43.88.093, 43.88.094, 13 43.160.020, 43.160.115, 43.160.180, 43.163.020, 43.163.120, 43.170.020, 14 43.172.011, 43.210.030, 43.210.050, 43.210.060, 43.330.092, 43.330.094, 50.67.030, 50.72.030, 67.28.8001, 70.95H.007, 70.95H.050, 74.13.090, 15 16 76.09.030, 76.56.020, 77.12.710, 79A.60.480, 81.80.450, 82.35.080, 41.06.070, 43.06.115, 43.17.020, 19.02.050, 43.21J.030, 43.157.010, 17 18 43.157.030, 43.160.030, 43.163.060, 47.39.090, 47.76.230, 50.38.030, 80.50.030, 46.16.340, 43.220.070, and 90.56.280; reenacting and 19 amending RCW 43.105.020 and 43.17.010; adding new sections to chapter 20 43.330 RCW; adding new sections to chapter 43.31 RCW; adding a new 21 22 section to chapter 41.06 RCW; creating new sections; recodifying RCW 23 43.63A.021, 43.63A.066, 43.63A.067, 43.63A.075, 43.63A.105, 43.63A.115, 24 43.63A.125, 43.63A.150, 43.63A.155, 43.63A.190, 43.63A.215, 43.63A.240, 25 43.63A.245, 43.63A.247, 43.63A.249, 43.63A.265, 43.63A.270, 43.63A.275, 43.63A.400, 43.63A.410, 43.63A.420, 43.63A.440, 43.63A.460, 43.63A.465, 26 43.63A.4651, 27 43.63A.470, 43.63A.475, 43.63A.480, 43.63A.485, 28 43.63A.490, 43.63A.500, 43.63A.510, 43.63A.550, 43.63A.600, 43.63A.610, 29 43.63A.620, 43.63A.630, 43.63A.640, 43.63A.650, 43.63A.660, 43.63A.670, 30 43.63A.680, 43.63A.720, 43.63A.725, 43.63A.730, 43.63A.735, 43.63A.740, 31 43.63A.900, 43.63A.901, 43.63A.902, 43.63A.903, 43.330.150, 43.330.152, 43.330.155, 43.330.156, 43.330.190, 43.330.200, 43.330.210, 43.330.220, 32 43.330.230, 43.63A.230, 43.63A.715, 43.330.060, 43.330.065, 43.330.080, 33 34 43.330.090, 43.330.092, 43.330.094, 43.330.095, 43.330.096, 43.63A.690, 35 and 43.330.180; decodifying RCW 35.22.660, 35.22.680, 35A.63.149, 36 35A.63.210, 36.32.520, 36.32.560, 36.70.675, 36.70.755, 70.95H.005, 70.95H.010, 70.95H.030, 70.95H.040, 70.95H.900, and 37 70.95H.901; 38 repealing RCW 43.330.005, 43.330.007, 43.330.010, 43.330.900,

1 43.31.800, and 43.31.409; providing an effective date; and declaring an 2 emergency.

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

<u>NEW SECTION.</u> Sec. 1. The department of community, trade, and economic development was created in 1993 by dissolving the prior department of community development and the prior department of trade and economic development and transferring their responsibilities and authorities to that newly created department.

9 The purpose of this act is to effectively organize state efforts to 10 address the community and economic development needs of the citizens of 11 the state of Washington by restructuring the department of community, 12 trade, and economic development into two separate agencies, the 13 department of community development and the department of trade and economic development. The department of trade and economic development 14 will consist of the existing divisions of economic development, energy 15 policy, and international trade. 16 The department of community 17 development will consist of the existing divisions of housing, 18 community services, and local government.

It is the intent of the legislature that the restructuring will allow each agency to: (1) Identify and develop a focused mission; (2) organize and deliver services in a manner that is responsive to current and future needs; and (3) effectively target resources to meet the identified mission and needs of the citizens of the state of Washington in the most efficient and effective manner.

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PART I

DEPARTMENT OF COMMUNITY DEVELOPMENT

27 **Sec. 101.** RCW 43.330.020 and 1993 c 280 s 4 are each amended to 28 read as follows:

((A)) <u>The</u> department of community((, trade, and economic)) development is created. <u>Except as provided in chapter . ., Laws of</u> <u>2001 (this act), the department shall be vested with all powers and</u> duties ((established or transferred to it under this chapter)) formerly exercised by the prior department of community development, before its merger with the prior department of trade and economic development into the department of community, trade, and economic development by chapter 1 <u>280, Laws of 1993,</u> and such other powers and duties as may be authorized by law. ((Unless otherwise specifically provided in chapter 280, Laws of 1993, the existing responsibilities and functions of the agency programs will continue to be administered in accordance with their implementing legislation.))

6 **Sec. 102.** RCW 43.63A.021 and 1997 c 367 s 5 are each amended to 7 read as follows:

8 Unless the context clearly requires otherwise, the definitions in 9 this section apply throughout this chapter.

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(1) "Department" means the department of community development.

11 (2) "Director" means the director of community development.

(3) "Dislocated forest products worker" means a forest products 12 13 worker who: (a)(i) Has been terminated or received notice of 14 termination from employment and is unlikely to return to employment in 15 the individual's principal occupation or previous industry because of a diminishing demand for his or her skills in that occupation or 16 industry; or (ii) is self-employed and has been displaced from his or 17 18 her business because of the diminishing demand for the business's services or goods; and (b) at the time of last separation from 19 employment, resided in or was employed in a rural natural resources 20 21 impact area.

(((2))) (4) "Forest products worker" means a worker in the forest 22 23 products industries affected by the reduction of forest fiber 24 enhancement, transportation, or production. The workers included 25 within this definition shall be determined by the employment security department, but shall include workers employed in the industries 26 assigned the major group standard industrial classification codes "24" 27 and "26" and the industries involved in the harvesting and management 28 29 of logs, transportation of logs and wood products, processing of wood products, and the manufacturing and distribution of wood processing and 30 The commissioner may adopt rules further 31 logging equipment. interpreting these definitions. For the purposes of this subsection, 32 33 "standard industrial classification code" means the code identified in RCW 50.29.025(6)(((c))) (b). 34

35 (((3))) (5) "Dislocated salmon fishing worker" means a finfish 36 products worker who: (a)(i) Has been terminated or received notice of 37 termination from employment and is unlikely to return to employment in 38 the individual's principal occupation or previous industry because of 1 a diminishing demand for his or her skills in that occupation or 2 industry; or (ii) is self-employed and has been displaced from his or 3 her business because of the diminishing demand for the business's 4 services or goods; and (b) at the time of last separation from 5 employment, resided in or was employed in a rural natural resources 6 impact area.

7 (((4))) (6) "Salmon fishing worker" means a worker in the finfish 8 industry affected by 1994 or future salmon disasters. The workers 9 included within this definition shall be determined by the employment 10 security department, but shall include workers employed in the 11 industries involved in the commercial and recreational harvesting of 12 finfish including buying and processing finfish. The commissioner may 13 adopt rules further interpreting these definitions.

14 **Sec. 103.** RCW 43.330.040 and 1993 c 280 s 6 are each amended to 15 read as follows:

16 (1) The director shall supervise and administer the activities of 17 the department and shall advise the governor and the legislature with 18 respect to community ((and economic)) development matters affecting the 19 state.

(2) In addition to other powers and duties granted to the director,the director shall have the following powers and duties:

(a) Enter into contracts on behalf of the state to carry out thepurposes of this chapter;

(b) Act for the state in the initiation of or participation in anymultigovernmental program relative to the purpose of this chapter;

(c) Accept and expend gifts and grants, whether such grants be offederal or other funds;

(d) <u>To appoint ((such)) a</u> deputy director((s,)) <u>and</u> assistant
directors, and ((up to seven special assistants)) <u>other positions</u> as
may be needed to administer the department. These employees are exempt
from the provisions of chapter 41.06 RCW;

32 (e) Prepare and submit budgets for the department for executive and33 legislative action;

34 (f) Submit recommendations for legislative actions as are deemed35 necessary to further the purposes of this chapter;

36 (g) Adopt rules in accordance with chapter 34.05 RCW and perform 37 all other functions necessary and proper to carry out the purposes of 38 this chapter; 1 (h) Delegate powers, duties, and functions as the director deems 2 necessary for efficient administration, but the director shall be 3 responsible for the official acts of the officers and employees of the 4 department; and

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(i) Perform other duties as are necessary and consistent with law.

6 (3) When federal or other funds are received by the department, 7 they shall be promptly transferred to the state treasurer and 8 thereafter expended only upon the approval of the director.

9 (4) The director may request information and assistance from all 10 other agencies, departments, and officials of the state, and may 11 reimburse such agencies, departments, or officials if such a request 12 imposes any additional expenses upon any such agency, department, or 13 official.

14 (5) The director shall, in carrying out the responsibilities of 15 office, consult with governmental officials, private groups, and 16 individuals and with officials of other states. All state agencies and 17 their officials and the officials of any political subdivision of the 18 state shall cooperate with and give such assistance to the department, 19 including the submission of requested information, to allow the 20 department to carry out its purposes under this chapter.

(6) The director may establish additional advisory or coordinating groups with the legislature, within state government, with state and other governmental units, with the private sector and nonprofit entities or in specialized subject areas as may be necessary to carry out the purposes of this chapter.

26 (7) The internal affairs of the department shall be under the control of the director in order that the director may manage the 27 department in a flexible and intelligent manner as dictated by changing 28 29 contemporary circumstances. Unless specifically limited by law, the 30 director shall have complete charge and supervisory powers over the department. The director may create such administrative structures as 31 the director deems appropriate, except as otherwise specified by law, 32 33 and the director may employ such personnel as may be necessary in accordance with chapter 41.06 RCW, except as otherwise provided by law. 34

35 **Sec. 104.** RCW 43.330.050 and 1993 c 280 s 7 are each amended to 36 read as follows:

The department shall be responsible for promoting community ((and economic)) development within the state by assisting the state's

communities to increase the quality of life of their citizens and their 1 economic vitality, ((and by assisting the state's businesses to 2 maintain and increase their economic competitiveness,)) while 3 4 maintaining a healthy environment. Community ((and economic)) development efforts ((shall)) include((: Efforts to increase economic 5 opportunity;)), but are not limited to: Assisting local planning to 6 7 manage growth($(\dot{\tau})$), service and advocacy for crime victims, the 8 promotion and provision of affordable housing and housing-related 9 $services((\dot{\tau}))_{L}$ providing public infrastructure(($\dot{\tau}$ business and trade 10 development; assisting firms and industrial sectors to increase their competitiveness; fostering the development of minority and women-owned 11 businesses; facilitating technology development, transfer, and 12 diffusion;)), providing support and assistance for early childhood 13 education, providing community services and advocacy for low-income 14 15 persons($(\dot{\tau})$)_{\perp} and public safety efforts. The department shall have the 16 following general functions and responsibilities:

(1) Provide advisory assistance to the governor, other state
 agencies, and the legislature on community ((and economic)) development
 matters and issues;

(2) Assist the governor in coordinating the activities of stateagencies that have an impact on local government and communities;

(3) Cooperate with the legislature and the governor in the development and implementation of strategic plans for the state's community ((and economic)) development efforts;

(4) Solicit private and federal grants for ((economic and))
community development programs and administer such programs in
conjunction with other programs assigned to the department by the
governor or the legislature;

29 (5) Cooperate with and provide technical and financial assistance 30 to local governments((, businesses,)) and community-based organizations 31 serving the communities of the state for the purpose of aiding and encouraging orderly, productive, and coordinated community development 32 of the state, and, unless stipulated otherwise, give additional 33 34 consideration to local communities and ((individuals)) community-based 35 organizations with the greatest relative need and the fewest resources; (6) Participate with other states or subdivisions thereof in 36 37 interstate programs and assist cities, towns, counties, municipal corporations, governmental conferences or councils, and regional 38

1 planning commissions to participate with other states and provinces or 2 their subdivisions;

3 (7) Hold public hearings and meetings to carry out the purposes of 4 this chapter;

(8) Conduct research and analysis in furtherance of the state's
((economic and)) community development efforts including maintenance of
current information on ((market, demographic, and economic trends as
they affect different industrial sectors,)) geographic regions((,)) and
communities with special economic and social problems in the state; and
(9) Develop a schedule of fees for services where appropriate.

11 **Sec. 105.** RCW 43.330.070 and 1993 c 280 s 10 are each amended to 12 read as follows:

(1) The department shall work closely with local communities to 13 14 increase their capacity to respond to economic, environmental, and social problems and challenges. The department shall coordinate the 15 delivery of ((development services and)) related technical assistance 16 17 local communities or regional areas((. It shall promote to 18 partnerships between the public and private sectors and between state 19 and local officials to encourage appropriate economic growth and opportunity in communities throughout the state. The department)) and 20 shall 21 promote appropriate ((local)) <u>community</u> development by: 22 ((Supporting the ability of communities to develop and implement 23 strategic development plans; assisting businesses to start up, 24 maintain, or expand their operations;)) <u>E</u>ncouraging public 25 infrastructure investment and private and public capital investment in local communities $((\dot{\tau}))_{\perp}$ supporting efforts to manage growth and provide 26 affordable housing and housing services $((\div))$, and providing for the 27 identification and preservation of the state's historical and cultural 28 29 resources((; and expanding employment opportunities)).

30 (2) The department shall define a set of services including related training and technical assistance that it will make available to local 31 32 communities, community-based nonprofit organizations, and regional areas((, or businesses)). The department shall simplify access to 33 34 these programs by providing more centralized and user-friendly information and referral. The department shall coordinate community 35 36 ((and economic)) development efforts to minimize program redundancy and maximize accessibility. The department shall develop a set of criteria 37 for targeting services to local communities. 38

(3) The department shall develop a coordinated and systematic 1 approach to providing <u>related</u> training to community-based nonprofit 2 3 organizations, local communities, and ((businesses)) regional areas. 4 The approach shall be designed to increase the ((economic and)) community development skills available in local communities by 5 providing training and funding for training for local citizens((τ)) and 6 7 nonprofit organizations((, and businesses)). The department shall 8 emphasize providing training in those communities most in need of state 9 assistance.

10 **Sec. 106.** RCW 43.330.125 and 1995 c 347 s 430 are each amended to 11 read as follows:

12 The department ((of community, trade, and economic development)) 13 shall provide training and technical assistance to counties and cities 14 to assist them in fulfilling the requirements of chapter 36.70B RCW.

15 **Sec. 107.** RCW 43.330.135 and 1995 c 13 s 1 are each amended to 16 read as follows:

17 (1) The department ((of community, trade, and economic development)) shall distribute such funds as are appropriated for the statewide technical support, development, and enhancement of courtappointed special advocate programs.

(2) In order to receive money under subsection (1) of this section, an organization providing statewide technical support, development, and enhancement of court-appointed special advocate programs must meet all of the following requirements:

(a) The organization must provide statewide support, development,
and enhancement of court-appointed special advocate programs that offer
guardian ad litem services as provided in RCW 26.12.175, 26.44.053, and
13.34.100;

(b) All guardians ad litem working under court-appointed special advocate programs supported, developed, or enhanced by the organization must be volunteers and may not receive payment for services rendered pursuant to the program. The organization may include paid positions that are exclusively administrative in nature, in keeping with the scope and purpose of this section; and

35 (c) The organization providing statewide technical support,36 development, and enhancement of court-appointed special advocate

programs must be a public benefit nonprofit corporation as defined in
 RCW 24.03.490.

3 (3) If more than one organization is eligible to receive money 4 under this section, the department shall develop criteria for 5 allocation of appropriated money among the eligible organizations.

6 **Sec. 108.** RCW 43.63A.066 and 1993 c 280 s 58 are each amended to 7 read as follows:

8 The department ((of community, trade, and economic development)) 9 shall have primary responsibility for providing child abuse and neglect prevention training to preschool age children participating in the 10 11 federal head start program or the early childhood education and 12 established under RCW 28A.215.010 assistance program through 28A.215.200 and 28A.215.900 through 28A.215.908. 13

14 **Sec. 109.** RCW 43.63A.115 and 1993 c 280 s 60 are each amended to 15 read as follows:

16 (1) The community action agency network, established initially 17 under the federal economic opportunity act of 1964 and subsequently 18 under the federal community services block grant program of 1981, as 19 amended, shall be a delivery system for federal and state anti-poverty 20 programs in this state, including but not limited to the community 21 services block grant program, the low-income energy assistance program, 22 and the federal department of energy weatherization program.

(2) Local community action agencies comprise the community action agency network. The community action agency network shall serve lowincome persons in the counties. Each community action agency and its service area shall be designated in the state federal community service block grant plan as prepared by the department ((of community, trade, and economic development)).

(3) Funds for anti-poverty programs may be distributed to the community action agencies by the department ((of community, trade, and economic development)) and other state agencies in consultation with the authorized representatives of community action agency networks.

33 **Sec. 110.** RCW 43.63A.155 and 1993 c 280 s 61 are each amended to 34 read as follows:

The department ((of community, trade, and economic development)) shall retain the bond information it receives under RCW 39.44.210 and

39.44.230 and shall publish summaries of local government bond issues 1 2 at least once a year.

The department ((of community, trade, and economic development)) 3 4 shall adopt rules under chapter 34.05 RCW to implement RCW 39.44.210 and 39.44.230. 5

Sec. 111. RCW 43.63A.275 and 1993 c 280 s 67 are each amended to 6 7 read as follows:

8 (1) Each biennium the department ((of community, trade, and 9 economic development)) shall distribute such funds as are appropriated for retired senior volunteer programs (RSVP) as follows: 10

(a) At least sixty-five percent of the moneys may be distributed 11 12 according to formulae and criteria to be determined by the department ((of community, trade, and economic development)) in consultation with 13 14 the RSVP directors association.

15 (b) Up to twenty percent of the moneys may be distributed by competitive grant process to develop RSVP projects in counties not 16 presently being served, or to expand existing RSVP services into 17 18 counties not presently served.

19 (c) Ten percent of the moneys may be used by the department ((f)community, trade, and economic development)) for administration, 20 monitoring of the grants, and providing technical assistance to the 21 22 RSVP projects.

23 (d) Up to five percent of the moneys may be used to support 24 projects that will benefit RSVPs statewide.

25 (2) Grants under subsection (1) of this section shall give priority to programs in the areas of education, tutoring, English as a second 26 27 language, combating of and education on drug abuse, housing and homeless, and respite care, and shall be distributed in accordance with 28 29 the following:

30 (a) None of the grant moneys may be used to displace any paid employee in the area being served. 31

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(b) Grants shall be made for programs that focus on:

33 (i) Developing new roles for senior volunteers in nonprofit and 34 public organizations with special emphasis on areas targeted in section 1, chapter 65, Laws of 1992. The roles shall reflect the diversity of 35 36 the local senior population and shall respect their life experiences;

1 (ii) Increasing the expertise of volunteer managers and RSVP 2 managers in the areas of communication, recruitment, motivation, and 3 retention of today's over-sixty population;

4 (iii) Increasing the number of senior citizens recruited, referred,
5 and placed with nonprofit and public organizations; and

6 (iv) Providing volunteer support such as: Mileage to and from the 7 volunteer assignment, recognition, and volunteer insurance.

8 **sec. 112.** RCW 43.63A.400 and 1993 c 280 s 72 are each amended to 9 read as follows:

10 The department ((of community, trade, and economic development)) 11 shall distribute grants to eligible public radio and television 12 broadcast stations under RCW 43.63A.410 and 43.63A.420 (as recodified 13 by this act) to assist with programming, operations, and capital needs.

14 **Sec. 113.** RCW 43.63A.410 and 1993 c 280 s 73 are each amended to 15 read as follows:

16 (1) Eligibility for grants under this section shall be limited to 17 broadcast stations which are:

(a) Licensed to Washington state organizations, nonprofit
 corporations, or other entities under section 73.621 of the regulations
 of the federal communications commission; and

(b) Qualified to receive community service grants from the federally chartered corporation for public broadcasting. Eligibility shall be established as of February 28th of each year.

(2) The formula in this subsection shall be used to compute theamount of each eligible station's grant under this section.

(a) Appropriations under this section shall be divided into a radio fund, which shall be twenty-five percent of the total appropriation under this section, and a television fund, which shall be seventy-five percent of the total appropriation under this section. Each of the two funds shall be divided into a base grant pool, which shall be fifty percent of the fund, and an incentive grant pool, which shall be the remaining fifty percent of the fund.

(b) Each eligible participating public radio station shall receive an equal share of the radio base grant pool, plus a share of the radio incentive grant pool equal to the proportion its nonfederal financial support bears to the sum of all participating radio stations'

nonfederal financial support as most recently reported to the
 corporation for public broadcasting.

3 (c) Each eligible participating public television station shall 4 receive an equal share of the television base grant pool, plus a share 5 of the television incentive grant pool equal to the proportion its 6 nonfederal financial support bears to the sum of all participating 7 television stations' nonfederal financial support as most recently 8 reported to the corporation for public broadcasting.

9 (3) Annual financial reports to the corporation for public 10 broadcasting by eligible stations shall also be submitted by the 11 stations to the department ((of community, trade, and economic 12 development)).

13 **Sec. 114.** RCW 43.63A.440 and 1997 c 367 s 7 are each amended to 14 read as follows:

15 The department ((of community, trade, and economic development)) shall provide technical and financial assistance to communities 16 adversely impacted by reductions in timber harvested from federal, 17 18 state, and private lands and reduction of salmon fishing caused by 19 efforts to maintain the long-term viability of salmon stocks. The department shall use existing technical and financial assistance 20 resources to aid communities in planning, implementing, and assembling 21 22 financing for high priority community economic development projects.

23 **Sec. 115.** RCW 43.63A.460 and 1993 c 280 s 76 are each amended to 24 read as follows:

((Beginning on July 1, 1991,)) The department ((of community, trade, and economic development)) shall be responsible for performing all the consumer complaint and related functions of the state administrative agency that are required for purposes of complying with the regulations established by the federal department of housing and urban development for manufactured housing, including the preparation and submission of the state administrative plan.

The department ((of community, trade, and economic development)) may enter into state or local interagency agreements to coordinate site inspection activities with record monitoring and complaint handling. The interagency agreement may also provide for the reimbursement for cost of work that an agency performs. The department may include other

related areas in any interagency agreements which are necessary for the
 efficient provision of services.

3 ((The department of labor and industries shall transfer all 4 records, files, books, and documents necessary for the department of 5 community, trade, and economic development to assume these new 6 functions.

7 The directors of community, trade, and economic development and the 8 department of labor and industries shall immediately take such steps as 9 are necessary to ensure that this act is implemented on June 7, 1990.))

10 **Sec. 116.** RCW 43.63A.600 and 1995 c 226 s 12 are each amended to 11 read as follows:

department ((of community, trade, and economic 12 (1) The development)), as a member of the agency rural community assistance 13 14 task force shall establish and administer the emergency mortgage and rental assistance program. 15 The department shall identify the communities most adversely affected by reductions in timber and salmon 16 harvest levels and shall prioritize assistance under this program to 17 18 these communities. The department shall work with the department of social and health services and the rural community assistance 19 ((recovery)) coordinator to develop the program in rural natural 20 resources impact areas. Organizations eligible to receive grant funds 21 22 for distribution under the program are those organizations that are 23 eligible to receive assistance through the Washington housing trust 24 fund. The department shall disburse the funds to eligible local 25 organizations as grants. The local organizations shall use the funds to make grants or loans as specified in RCW 43.63A.600 through 26 43.63A.640 (as recodified by this act). If funds are disbursed as 27 loans, the local organization shall establish a revolving grant and 28 29 loan fund with funds received as loan repayments and shall continue to make grants or loans or both grants and loans from funds received as 30 loan repayments to dislocated forest products and dislocated salmon 31 32 fishing workers eligible under the provisions of RCW 43.63A.600 through 33 43.63A.640 (as recodified by this act) and to other persons residing in 34 rural natural resources impact areas who meet the requirements of RCW 43.63A.600 through 43.63A.640 (as recodified by this act). 35

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(2) The goals of the program are to:

37 (a) Provide temporary emergency mortgage loans or rental assistance38 grants or loans on behalf of dislocated forest products and dislocated

1 salmon fishing workers in rural natural resources impact areas who are 2 unable to make mortgage, property tax, or rental payments on their 3 permanent residences and are subject to immediate eviction for 4 nonpayment of mortgage installments, property taxes, or nonpayment of 5 rent;

6 (b) Prevent the dislocation of individuals and families from their 7 permanent residences and their communities; and

8 (c) Maintain economic and social stability in rural natural 9 resources impact areas.

10 **Sec. 117.** RCW 43.330.152 and 1994 c 284 s 2 are each amended to 11 read as follows:

In order to extend its services and programs, the department may charge reasonable fees for services and products provided in the areas of financial assistance, housing, ((international trade,)) community assistance, ((economic development,)) and other service delivery areas, except as otherwise provided. These fees are not intended to exceed the costs of providing the service or preparing and distributing the product.

19 **Sec. 118.** RCW 43.330.155 and 1994 c 284 s 4 are each amended to 20 read as follows:

21 The community ((and economic)) development fee account is created 22 in the state treasury. The department may create subaccounts as 23 necessary. The account consists of all receipts from fees charged by 24 the department under RCW 43.330.150((-)) and 43.330.152((-))43.210.110)) (as recodified by this act). Expenditures from the 25 account may be used only for the purposes of this chapter. Only the 26 27 director or the director's designee may authorize expenditures from the 28 account. Expenditures from the account may be spent only after appropriation. 29

30 **Sec. 119.** RCW 43.330.156 and 1994 c 284 s 8 are each amended to 31 read as follows:

32 The fees authorized under RCW 43.330.150((-7)) and 43.330.152((-7))33 70.95H.040, and 43.210.110)) (as recodified by this act) shall be 34 adopted by rule pursuant to chapter 34.05 RCW.

1 sec. 120. RCW 43.330.904 and 1996 c 186 s 101 are each amended to
2 read as follows:

3 (1) All powers, duties, and functions of the state energy office 4 relating to ((energy resource policy and planning and)) energy facility siting are transferred to the department ((of community, trade, and 5 economic development)). All references to the director or the state 6 7 energy office in the Revised Code of Washington shall be construed to 8 mean the director or the department ((of community, trade, and economic 9 development)) when referring to the functions transferred in this 10 section.

((The director shall appoint an assistant director for energy policy, and energy policy staff shall have no additional responsibilities beyond activities concerning energy policy.))

14 (2)(a) All reports, documents, surveys, books, records, files, 15 papers, or written material in the possession of the state energy office pertaining to the powers, functions, and duties transferred 16 shall be delivered to the custody of the department ((of community, 17 trade, and economic development)). All cabinets, furniture, office 18 19 equipment, software, data base, motor vehicles, and other tangible property employed by the state energy office in carrying out the 20 powers, functions, and duties transferred shall be made available to 21 the department ((of community, trade, and economic development)). 22

(b) Any appropriations made to the state energy office for carrying out the powers, functions, and duties transferred ((shall, on July 1, 1996, be)) are transferred and credited to the department ((of community, trade, and economic development)).

(c) Whenever any question arises as to the transfer of any funds, books, documents, records, papers, files, software, data base, equipment, or other tangible property used or held in the exercise of the powers and the performance of the duties and functions transferred, the director of financial management shall make a determination as to the proper allocation and certify the same to the state agencies concerned.

(3) ((All employees of the state energy office engaged in performing the powers, functions, and duties pertaining to the energy facility site evaluation council are transferred to the jurisdiction of the department of community, trade, and economic development. All employees engaged in energy facility site evaluation council duties classified under chapter 41.06 RCW, the state civil service law, are 1 assigned to the department of community, trade, and economic 2 development to perform their usual duties upon the same terms as 3 formerly, without any loss of rights, subject to any action that may be 4 appropriate thereafter in accordance with the laws and rules governing 5 state civil service.

6 (4))) All rules and all pending business before the state energy 7 office pertaining to the powers, functions, and duties transferred 8 shall be continued and acted upon by the department ((of community, 9 trade, and economic development)). All existing contracts and 10 obligations shall remain in full force and shall be performed by the 11 department ((of community, trade, and economic development)).

12 (((5))) (4) The transfer of the powers, duties, and functions of 13 the state energy office does not affect the validity of any act 14 performed before July 1, ((1996)) 2000.

15 (((6))) (5) If apportionments of budgeted funds are required 16 because of the transfers directed by this section, the director of the 17 office of financial management shall certify the apportionments to the 18 agencies affected, the state auditor, and the state treasurer. Each of 19 these shall make the appropriate transfer and adjustments in funds and 20 appropriation.

21 (((7) The department of community, trade, and economic development 22 shall direct the closure of the financial records of the state energy 23 office.

24 (8) Responsibility for implementing energy education, applied 25 research, and technology transfer programs rests with Washington State 26 University. The department of community, trade, and economic development shall provide Washington State University available 27 existing and future oil overcharge restitution and federal energy block 28 29 funding for a minimum period of five years to carry out energy programs 30 under an interagency agreement with the department of community, trade, and economic development. The interagency agreement shall also outline 31 the working relationship between the department of community, trade, 32 33 and economic development and Washington State University as it pertains 34 to the relationship between energy policy development and public 35 outreach. Nothing in chapter 186, Laws of 1996 prohibits Washington 36 State University from seeking grant, contract, or fee-for-service 37 funding for energy or related programs directly from other entities.))

<u>NEW SECTION.</u> Sec. 121. A new section is added to chapter 43.330
 RCW to read as follows:

3 (1) All powers, duties, and functions of the department of 4 community, trade, and economic development pertaining to community 5 development are transferred to the department of community development. All references to the director or the department of community, trade, 6 7 and economic development in the Revised Code of Washington shall be 8 construed to mean the director or the department of community 9 development when referring to the functions transferred in this 10 section.

(2)(a) All reports, documents, surveys, books, records, files, 11 papers, or written material in the possession of the department of 12 13 community, trade, and economic development pertaining to the powers, functions, and duties transferred shall be delivered to the custody of 14 the department of community development. All cabinets, furniture, 15 16 office equipment, motor vehicles, and other tangible property employed 17 by the department of community, trade, and economic development in carrying out the powers, functions, and duties transferred shall be 18 19 made available to the department of community development. All funds, 20 credits, or other assets held in connection with the powers, functions, and duties transferred shall be assigned to the department of community 21 22 development.

(b) Any appropriations made to the department of community, trade, and economic development for carrying out the powers, functions, and duties transferred shall, on the effective date of this section, be transferred and credited to the department of community development.

27 (c) Whenever any question arises as to the transfer of any personnel, funds, books, documents, records, papers, files, equipment, 28 29 or other tangible property used or held in the exercise of the powers 30 and the performance of the duties and functions transferred, the 31 director of financial management shall make a determination as to the proper allocation and certify the same to the state agencies concerned. 32 33 (3) All employees of the department of community, trade, and 34 economic development engaged in performing the powers, functions, and

35 duties transferred are transferred to the jurisdiction of the 36 department of community development. All employees classified under 37 chapter 41.06 RCW, the state civil service law, are assigned to the 38 department of community development to perform their usual duties upon 39 the same terms as formerly, without any loss of rights, subject to any action that may be appropriate thereafter in accordance with the laws
 and rules governing state civil service.

3 (4) All rules and all pending business before the department of 4 community, trade, and economic development pertaining to the powers, 5 functions, and duties transferred shall be continued and acted upon by 6 the department of community development. All existing contracts and 7 obligations shall remain in full force and shall be performed by the 8 department of community development.

9 (5) The transfer of the powers, duties, functions, and personnel of 10 the department of community, trade, and economic development shall not 11 affect the validity of any act performed before the effective date of 12 this section.

(6) If apportionments of budgeted funds are required because of the transfers directed by this section, the director of financial management shall certify the apportionments to the agencies affected, the state auditor, and the state treasurer. Each of these shall make the appropriate transfer and adjustments in funds and appropriation accounts and equipment records in accordance with the certification.

19 (7) Nothing contained in this section may be construed to alter any 20 existing collective bargaining unit or the provisions of any existing 21 collective bargaining agreement until the agreement has expired or 22 until the bargaining unit has been modified by action of the personnel 23 board as provided by law.

24 **Sec. 122.** RCW 41.06.072 and 1995 c 399 s 59 are each amended to 25 read as follows:

In addition to the exemptions set forth in this chapter, this chapter shall not apply within the department of community((, trade, and economic)) development to the director, one confidential secretary, the deputy directors, all assistant directors, <u>and</u> the state historic preservation officer((, and up to two professional staff members within the emergency management program)).

32 <u>NEW SECTION.</u> **Sec. 123.** The following acts or parts of acts are 33 each repealed:

34 (1) RCW 43.330.005 (Intent) and 1993 c 280 s 1;

35 (2) RCW 43.330.007 (Management responsibility) and 1993 c 280 s 2;

36 (3) RCW 43.330.010 (Definitions) and 1993 c 280 s 3; and

1 (4) RCW 43.330.900 (References to director and department) and 1993 2 c 280 s 79.

3	NEW	SECTION.	Sec. 124.	The fo	llowing	sections	are each	recodified
4	as new s	sections i	n chapter	43.330	RCW:			
5	RCW	43.63A.02	1					
6	RCW	43.63A.06	б					
7	RCW	43.63A.06	7					
8	RCW	43.63A.07	5					
9	RCW	43.63A.10	5					
10	RCW	43.63A.11	5					
11	RCW	43.63A.12	5					
12	RCW	43.63A.15	0					
13	RCW	43.63A.15	5					
14	RCW	43.63A.19	0					
15	RCW	43.63A.21	5					
16	RCW	43.63A.24	0					
17	RCW	43.63A.24	5					
18	RCW	43.63A.24	7					
19	RCW	43.63A.24	9					
20	RCW	43.63A.26	5					
21	RCW	43.63A.27	0					
22	RCW	43.63A.27	5					
23	RCW	43.63A.40	0					
24	RCW	43.63A.41	0					
25	RCW	43.63A.42	0					
26	RCW	43.63A.44	0					
27	RCW	43.63A.46	0					
28	RCW	43.63A.46	5					
29	RCW	43.63A.46	51					
30	RCW	43.63A.47	0					
31	RCW	43.63A.47	5					
32	RCW	43.63A.48	0					
33	RCW	43.63A.48	5					
34	RCW	43.63A.49	0					
35	RCW	43.63A.50	0					
36	RCW	43.63A.51	0					
37	RCW	43.63A.55	0					
38	RCW	43.63A.60	0					

1	RCW	43.63A.610
2	RCW	43.63A.620
3	RCW	43.63A.630
4	RCW	43.63A.640
5	RCW	43.63A.650
б	RCW	43.63A.660
7	RCW	43.63A.670
8	RCW	43.63A.680
9	RCW	43.63A.720
10	RCW	43.63A.725
11	RCW	43.63A.730
12	RCW	43.63A.735
13	RCW	43.63A.740
14	RCW	43.63A.900
15	RCW	43.63A.901
16	RCW	43.63A.902
17	RCW	43.63A.903

18 <u>NEW SECTION.</u> Sec. 125. The following sections are recodified in 19 chapter 43.330 RCW near the end of the chapter: 20 RCW 43.330.150 21 RCW 43.330.152 22 RCW 43.330.155

23 RCW 43.330.156

24 <u>NEW SECTION.</u> **Sec. 126.** The code reviser may recodify the 25 following sections in chapter 43.330 RCW:

- 26 RCW 43.330.190
- 27 RCW 43.330.200
- 28 RCW 43.330.210
- 29 RCW 43.330.220
- 30 RCW 43.330.230

31 <u>NEW SECTION.</u> Sec. 127. The code reviser shall insert notes 32 following all sections containing references to the department of 33 community, trade, and economic development indicating that this agency 34 is now referred to as the department of community development.

PART II

1 2

DEPARTMENT OF TRADE AND ECONOMIC DEVELOPMENT

3 NEW SECTION. Sec. 201. The department of trade and economic 4 development is created. Except as provided in this act, the department shall be vested with all powers and duties formerly exercised by the 5 prior department of trade and economic development, before its merger б 7 with the prior department of community development into the department of community, trade, and economic development by chapter 280, Laws of 8 9 1993, and such other powers and duties as may be authorized by law.

10 <u>NEW SECTION.</u> **Sec. 202.** Unless the context clearly requires 11 otherwise, the definitions in this section apply throughout this 12 chapter.

13 (1) "Associate development organization" means a local economic 14 development nonprofit corporation that is broadly representative of 15 community interests.

16 (2) "Department" means the department of trade and economic 17 development.

18 (3) "Director" means the director of trade and economic 19 development.

20 <u>NEW SECTION.</u> Sec. 203. (1) The director shall supervise and 21 administer the activities of the department and shall advise the 22 governor and the legislature with respect to economic development 23 matters affecting the state.

(2) In addition to other powers and duties granted to the director,the director shall have the following powers and duties:

(a) To enter into contracts on behalf of the state to carry out thepurposes of this chapter;

(b) To act for the state in the initiation of or participation in
any multigovernmental program relative to the purpose of this chapter;
(c) To accept and expend gifts and grants, whether such grants be
of federal or other funds;

(d) To appoint a deputy director, assistant directors, and other
 positions as may be needed to administer the department. These
 employees are exempt from the provisions of chapter 41.06 RCW;

35 (e) To prepare and submit budgets for the department for executive36 and legislative action;

(f) To submit recommendations for legislative actions as are deemed
 necessary to further the purposes of this chapter;

3 (g) To adopt rules in accordance with chapter 34.05 RCW and perform 4 all other functions necessary and proper to carry out the purposes of 5 this chapter;

6 (h) To delegate powers, duties, and functions as the director deems 7 necessary for efficient administration, but the director shall be 8 responsible for the official acts of the officers and employees of the 9 department; and

10 (i) To perform other duties as are necessary and consistent with 11 law.

(3) When federal or other funds are received by the department,
they shall be promptly transferred to the state treasurer and
thereafter expended only upon the approval of the director.

15 (4) The director may request information and assistance from all 16 other agencies, departments, and officials of the state, and may 17 reimburse such agencies, departments, or officials if such a request 18 imposes any additional expenses upon any such agency, department, or 19 official.

(5) The director shall, in carrying out the responsibilities of office, consult with governmental officials, private groups, and individuals and with officials of other states. All state agencies and their officials and the officials of any political subdivision of the state shall cooperate with and give such assistance to the department, including the submission of requested information, to allow the department to carry out its purposes under this chapter.

(6) The director may establish additional advisory or coordinating groups with the legislature, within state government, with state and other governmental units, with the private sector and nonprofit entities or in specialized subject areas as may be necessary to carry out the purposes of this chapter.

(7) The internal affairs of the department shall be under the control of the director in order that the director may manage the department in a flexible and intelligent manner as dictated by changing contemporary circumstances. Unless specifically limited by law, the director shall have complete charge and supervisory powers over the department. The director may create such administrative structures as the director deems appropriate, except as otherwise specified by law,

and the director may employ such personnel as may be necessary in 1 2 accordance with chapter 41.06 RCW, except as otherwise provided by law. (8) The director may enter into an interagency agreement with the 3 4 department of community development to appoint an employee of that 5 agency as the director's designee to the forest practices board under RCW 76.09.030(1)(b) if it is in the best interests of the department to 6 7 do so. Any interagency agreement entered into under this subsection 8 shall expire upon the final adoption of permanent rules under RCW 9 76.09.370. The department may not enter into an interagency agreement 10 under this subsection after the final adoption of such permanent rules.

NEW SECTION. Sec. 204. The department shall be responsible for 11 12 promoting economic development within the state by assisting the state's communities to increase the quality of life and their economic 13 14 vitality, while maintaining a quality environment. Economic development efforts include, but are not limited to, 15 efforts to increase economic opportunities, business and trade development, work 16 force development, assisting firms and industrial sectors to increase 17 18 their competitiveness, fostering the development of minority and women-19 owned businesses, and facilitating the development, transfer, and diffusion of technology. 20

NEW SECTION. Sec. 205. (1) The department shall work closely with 21 22 local communities to increase their capacity to respond to economic 23 problems and challenges. The department shall coordinate the delivery 24 of development services and related technical assistance to local communities or regional areas. It shall promote partnerships between 25 the public and private sectors and between state and local officials to 26 27 encourage and manage appropriate economic growth and opportunity in 28 communities throughout the state and shall promote appropriate local 29 economic development by supporting the ability of communities to develop and implement strategic development plans, assisting businesses 30 31 to start up, maintain, or expand their operations, and expanding 32 employment opportunities.

(2) The department shall define a set of services including related training and technical assistance that it will make available to local communities, community-based nonprofit organizations, regional areas, or businesses. The department shall simplify access to these programs providing more centralized and user-friendly information and

referral. The department shall coordinate economic development efforts
 to minimize program redundancy and maximize accessibility. The
 department shall develop a set of criteria for targeting services to
 local communities.

5 (3) The department shall develop a coordinated and systematic approach to providing related training to community-based nonprofit 6 7 organizations, local communities, and businesses. The approach shall 8 be designed to increase the economic development skills available in 9 local communities by providing training and funding for training for 10 local citizens, nonprofit organizations, and businesses. The department shall emphasize providing training in those communities most 11 12 in need of state assistance.

13 Sec. 206. RCW 43.330.065 and 1996 c 253 s 303 are each amended to
14 read as follows:

15 The department ((of community, trade, and economic development)), 16 in consultation with the office of protocol, the office of the 17 secretary of state, the department of agriculture, and the employment 18 security department shall identify up to fifteen countries that are of 19 strategic importance to the development of Washington's international 20 trade relations.

21 **Sec. 207.** RCW 43.330.080 and 1997 c 60 s 1 are each amended to 22 read as follows:

23 (1) The department shall contract with associate development organizations or other local organizations to increase the support for 24 25 and coordination of ((community and)) economic development services in 26 communities or regional areas. The organizations contracted with in 27 each community or regional area shall be broadly representative of 28 community and economic interests. The organization shall be capable of 29 identifying key economic ((and community)) development problems, developing appropriate solutions, and mobilizing broad support for 30 recommended initiatives. The contracting organization shall work with 31 32 and include local governments, local chambers of commerce, private 33 industry councils, port districts, labor groups, institutions of higher education, community action programs, and other appropriate private, 34 35 public, or nonprofit ((community and)) economic development groups. The department shall be responsible for determining the scope of 36 37 services delivered under these contracts.

1 (2) Associate development organizations or other local development 2 organizations contracted with shall promote and coordinate, through 3 local service agreements with local governments, small business 4 development centers, port districts, community and technical colleges, 5 private industry councils, and other development organizations, for the 6 efficient delivery of ((community and)) economic development services 7 in their areas.

8 (3) The department shall consult with associate development 9 organizations, port districts, local governments, and other local 10 development organizations in the establishment of service delivery regions throughout the state. The legislature encourages local 11 associate development organizations to form partnerships with other 12 13 associate development organizations in their region to combine 14 resources for better access to available services, to encourage 15 regional delivery of state services, and to build the local capacity of 16 communities in the region more effectively.

17 (4) The department shall contract on a regional basis for surveys of key sectors of the regional economy and the coordination of 18 19 technical assistance to businesses and employees within the key sectors. The department's selection of contracting organizations or 20 consortiums shall be based on the sufficiency of the organization's or 21 consortium's proposal to examine key sectors of the local economy 22 within its region adequately and its ability to coordinate the delivery 23 24 of services required by businesses within the targeted sectors. 25 Organizations contracting with the department shall work closely with 26 the department to examine the local economy and to develop strategies 27 to focus on developing key sectors that show potential for long-term 28 sustainable growth. The contracting organization shall survey 29 businesses and employees in targeted sectors on a periodic basis to 30 gather information on the sector's business needs, expansion plans, relocation decisions, training needs, potential layoffs, financing 31 needs, availability of financing, and other appropriate information 32 about economic trends and specific employer and employee needs in the 33 34 region.

(5) The contracting organization shall participate with the work force training and education coordinating board as created in chapter 28C.18 RCW, and any regional entities designated by that board, in providing for the coordination of job skills training within its region.

1 **sec. 208.** RCW 43.31.057 and 1993 c 280 s 39 are each amended to 2 read as follows:

The department ((of community, trade, and economic development)) is directed to develop and promote means to stimulate the expansion of the market for Washington products and shall have the following powers and duties:

7 (1) To develop a pamphlet for statewide circulation which will8 encourage the purchase of items produced in the state of Washington;

9 (2) To include in the pamphlet a listing of products of Washington 10 companies which individuals can examine when making purchases so they 11 may have the opportunity to select one of those products in support of 12 this program;

(3) To distribute the pamphlets on the broadest possible basis
through local offices of state agencies, business organizations,
chambers of commerce, or any other means the department deems
appropriate;

17 (4) In carrying out these powers and duties the department shall 18 cooperate and coordinate with other agencies of government and the 19 private sector.

20 Sec. 209. RCW 43.31.093 and 1995 c 399 s 71 are each amended to 21 read as follows:

22 The department ((of community, trade, and economic development)) 23 shall contract with public and private agencies, institutions, and 24 organizations to conduct entrepreneurial training courses for minority 25 and women-owned small businesses. The instruction shall be intensive, practical training courses in financing, marketing, 26 managing, accounting, and recordkeeping for a small business, with an emphasis on 27 federal, state, local, or private programs available to assist small 28 29 businesses. The ((business assistance center)) department may 30 recommend professional instructors, with practical knowledge and experience on how to start and operate a business, to teach the 31 32 courses. Instruction shall be offered in major population centers 33 throughout the state at times and locations which are convenient for 34 minority and women small business owners and entrepreneurs.

35 **Sec. 210.** RCW 43.31.205 and 1993 c 280 s 41 are each amended to 36 read as follows:

In an effort to enhance the economy of the Tri-Cities area, the 1 department ((of community, trade, and economic development)) is 2 3 directed to promote the existence of the lease between the state of 4 Washington and the federal government executed September 10, 1964, covering one thousand acres of 5 land lying within the Hanford reservation near Richland, Washington, and the opportunity 6 of 7 subleasing the land to entities for nuclear-related industry, in 8 agreement with the terms of the lease. When promoting the existence of 9 the lease, the department shall work in cooperation with any associate 10 development organization located in or near the Tri-Cities area.

11 **Sec. 211.** RCW 43.31.422 and 1998 c 76 s 1 are each amended to read 12 as follows:

13 The Hanford area economic investment fund is established in the custody of the state treasurer. Moneys in the fund shall only be used 14 15 for reasonable assistant attorney general costs in support of the 16 committee or pursuant to the recommendations of the committee created in RCW 43.31.425 and the approval of the director ((of community, 17 18 trade, and economic development)) for Hanford area revolving loan 19 funds, Hanford area infrastructure projects, or other Hanford area economic development and diversification projects, but may not be used 20 for government or nonprofit organization operating expenses. 21 Up to 22 five percent of moneys in the fund may be used for program 23 administration. For the purpose of this chapter "Hanford area" means 24 Benton and Franklin counties. Disbursements from the fund shall be on 25 the authorization of the director ((of community, trade, and economic development)) or the director's designee after an affirmative vote of 26 at least six members of the committee created in RCW 43.31.425 on any 27 recommendations by the committee created in RCW 43.31.425. The fund is 28 29 subject to the allotment procedures under chapter 43.88 RCW, but no 30 appropriation is required for disbursements. The legislature intends to establish similar economic investment funds for areas that develop 31 32 low-level radioactive waste disposal facilities.

33 **Sec. 212.** RCW 43.31.504 and 1993 c 280 s 45 are each amended to 34 read as follows:

The child care facility fund committee is established within the ((business assistance center of the)) department ((of community, trade, and economic development)). The committee shall administer the child 1 care facility fund, with review by the director ((of community, trade, 2 and economic development)).

3 (1) The committee shall have five members. The director ((of
4 community, trade, and economic development)) shall appoint the members,
5 who shall include:

(a) Two persons experienced in investment finance and having skills
in providing capital to new businesses, in starting and operating
businesses, and providing professional services to small or expanding
businesses;

(b) One person representing a philanthropic organization withexperience in evaluating funding requests;

12 (c) One child care services expert; and

13

3 (d) One early childhood development expert.

In making these appointments, the director shall give careful consideration to ensure that the various geographic regions of the state are represented and that members will be available for meetings and are committed to working cooperatively to address child care needs in Washington state.

(2) The committee shall elect officers from among its membership and shall adopt policies and procedures specifying the lengths of terms, methods for filling vacancies, and other matters necessary to the ongoing functioning of the committee.

(3) Committee members shall serve without compensation, but may
 request reimbursement for travel expenses as provided in RCW 43.03.050
 and 43.03.060.

(4) Committee members shall not be liable to the state, to the child care facility fund, or to any other person as a result of their activities, whether ministerial or discretionary, as members except for willful dishonesty or intentional violation of the law. The department ((of community, trade, and economic development)) may purchase liability insurance for members and may indemnify these persons against the claims of others.

33 **Sec. 213.** RCW 43.31.522 and 1993 c 280 s 46 are each amended to 34 read as follows:

35 ((Unless the context clearly requires otherwise, the definitions in 36 this section apply throughout)) As used in RCW 43.31.524 and 37 43.31.526((÷ (1) "Department" means the department of community, trade, and
 economic development.

3 (2) "Center" means the business assistance center established under 4 RCW 43.31.083.

5 (3) "Director" means the director of community, trade, and economic
6 development.

7 (4))) "local nonprofit organization" means a local nonprofit 8 organization organized to provide economic development or community 9 development services, including but not limited to associate 10 development organizations, economic development councils, and community 11 development corporations.

12 **Sec. 214.** RCW 43.31.524 and 1993 c 280 s 47 are each amended to 13 read as follows:

14 There is established a Washington marketplace program within the 15 ((business assistance center established under RCW 43.31.083)) 16 department. The program shall assist businesses to competitively meet their needs for goods and services within Washington state by providing 17 18 information relating to the replacement of imports or the fulfillment 19 of new requirements with Washington products produced in Washington 20 state. The program shall place special emphasis on strengthening rural 21 economies in economically distressed areas of the state meeting the 22 criteria of an "eligible area" as defined in RCW 82.60.020(3).

23 **Sec. 215.** RCW 43.31.641 and 1997 c 367 s 6 are each amended to 24 read as follows:

25 The department ((of community, trade, and economic development)), 26 as a member of the agency rural community assistance task force, shall: 27 (1) Administer available federal grant funds to support strategic 28 diversification needs and opportunities of timber-dependent 29 communities, value-added forest products firms, and the value-added 30 forest products industry in Washington state.

(2) Provide value-added wood products companies with buildingproducts export development assistance.

33 **Sec. 216.** RCW 43.31.830 and 1993 c 280 s 53 are each amended to 34 read as follows:

(1) It shall be the duty of the director ((of community, trade, and
 economic development)) to certify, from the applications received, the

1 state international trade fair or fairs qualified and entitled to 2 receive funds under RCW 67.16.100, and under rules established by the 3 director.

4 (2) The director shall make annual allotments to state international trade fairs determined qualified to be entitled to 5 participate in the state trade fair fund and shall fix times for the 6 7 division of and payment from the state trade fair fund: PROVIDED, That 8 total payment to any one state international trade fair shall not 9 exceed sixty thousand dollars in any one year, where participation or 10 presentation occurs within the United States, and eighty thousand dollars in any one year, where participation or presentation occurs 11 outside the United States: 12 PROVIDED FURTHER, That a state international trade fair may qualify for the full allotment of funds 13 under either category. Upon certification of the allotment and 14 15 division of fair funds by the director the treasurer shall proceed to pay the same to carry out the purposes of RCW 67.16.100. 16

17 Sec. 217. RCW 43.31.840 and 1993 c 280 s 54 are each amended to 18 read as follows:

19 The director ((of community, trade, and economic development)) 20 shall at the end of each year for which an annual allotment has been 21 made, conduct a post audit of all of the books and records of each 22 state international trade fair participating in the state trade fair 23 fund. The purpose of such post audit shall be to determine how and to 24 what extent each participating state international trade fair has 25 expended all of its funds.

The audit required by this section shall be a condition to future allotments of money from the state international trade fair fund, and the director shall make a report of the findings of each post audit and shall use such report as a consideration in an application for any future allocations.

31 Sec. 218. RCW 43.31.960 and 1995 c 399 s 72 are each amended to 32 read as follows:

The principal proceeds from the sale of the bonds authorized in RCW 43.31.956 shall be administered by the director ((of community, trade, and economic development)).

Sec. 219. In order to extend its services and NEW SECTION. 1 2 programs the department may charge reasonable fees for services, products, and conferences provided in the areas of 3 financial assistance, international trade, economic development, and other 4 5 service delivery areas, except as otherwise provided. These fees are not intended to exceed the costs of providing the service or preparing б and distributing the product. 7

8 <u>NEW SECTION.</u> Sec. 220. The fees authorized under RCW 70.95H.040 9 shall be adopted by rule pursuant to chapter 34.05 RCW.

10 <u>NEW SECTION.</u> Sec. 221. (1) All powers, duties, and functions of 11 the state energy office relating to energy resource policy and planning 12 are transferred to the department. All references to the director or 13 the state energy office in the Revised Code of Washington shall be 14 construed to mean the director or the department when referring to the 15 functions transferred in this section.

16 The director shall appoint an assistant director for energy policy, 17 and energy policy staff shall have no additional responsibilities 18 beyond activities concerning energy policy.

(2)(a) All reports, documents, surveys, books, records, files, 19 papers, or written material in the possession of the state energy 20 office pertaining to the powers, functions, and duties transferred 21 22 shall be delivered to the custody of the department. All cabinets, 23 furniture, office equipment, software, data base, motor vehicles, and 24 other tangible property employed by the state energy office in carrying 25 out the powers, functions, and duties transferred shall be made available to the department. 26

(b) Any appropriations made to the state energy office for carrying
 out the powers, functions, and duties transferred are transferred and
 credited to the department.

30 (c) Whenever any question arises as to the transfer of any funds, 31 books, documents, records, papers, files, software, data base, 32 equipment, or other tangible property used or held in the exercise of 33 the powers and the performance of the duties and functions transferred, 34 the director of financial management shall make a determination as to 35 the proper allocation and certify the same to the state agencies 36 concerned.

1 (3) All rules and all pending business before the state energy 2 office pertaining to the powers, functions, and duties transferred 3 shall be continued and acted upon by the department. All existing 4 contracts and obligations shall remain in full force and shall be 5 performed by the department.

6 (4) The transfer of the powers, duties, and functions of the state 7 energy office does not affect the validity of any act performed before 8 July 1, 2001.

9 (5) If apportionments of budgeted funds are required because of the 10 transfers directed by this section, the director of the office of 11 financial management shall certify the apportionments to the agencies 12 affected, the state auditor, and the state treasurer. Each of these 13 shall make the appropriate transfer and adjustments in funds and 14 appropriation.

15 (6) The department shall direct the closure of the financial 16 records of the state energy office.

(7) Responsibility for implementing energy education, applied 17 research, and technology transfer programs rests with Washington State 18 19 University. The department shall provide Washington State University 20 available existing and future oil overcharge restitution and federal energy block funding for a minimum period of five years to carry out 21 22 energy programs under an interagency agreement with the department. The interagency agreement shall also outline the working relationship 23 24 between the department and Washington State University as it pertains 25 to the relationship between energy policy development and public 26 outreach. Nothing in chapter 186, Laws of 1996 prohibits Washington State University from seeking grant, contract, or fee-for-service 27 funding for energy or related programs directly from other entities. 28

29 <u>NEW SECTION.</u> Sec. 222. (1) All powers, duties, and functions of 30 the department of community, trade, and economic development pertaining to trade and economic development are transferred to the department of 31 trade and economic development. All references to the director or the 32 33 department of community, trade, and economic development in the Revised 34 Code of Washington shall be construed to mean the director or the department of trade and economic development when referring to the 35 36 functions transferred in this section.

37 (2)(a) All reports, documents, surveys, books, records, files,
 38 papers, or written material in the possession of the department of

community, trade, and economic development pertaining to the powers, 1 functions, and duties transferred shall be delivered to the custody of 2 All cabinets, the department of trade and economic development. 3 4 furniture, office equipment, motor vehicles, and other tangible property employed by the department of community, trade, and economic 5 development in carrying out the powers, functions, and duties 6 7 transferred shall be made available to the department of trade and 8 economic development. All funds, credits, or other assets held in 9 connection with the powers, functions, and duties transferred shall be 10 assigned to the department of trade and economic development.

(b) Any appropriations made to the department of community, trade, and economic development for carrying out the powers, functions, and duties transferred shall, on the effective date of this section, be transferred and credited to the department of trade and economic development.

(c) Whenever any question arises as to the transfer of any 16 personnel, funds, books, documents, records, papers, files, equipment, 17 or other tangible property used or held in the exercise of the powers 18 19 and the performance of the duties and functions transferred, the director of financial management shall make a determination as to the 20 proper allocation and certify the same to the state agencies concerned. 21 22 (3) All employees of the department of community, trade, and 23 economic development engaged in performing the powers, functions, and 24 duties transferred are transferred to the jurisdiction of the 25 department of trade and economic development. All employees classified 26 under chapter 41.06 RCW, the state civil service law, are assigned to 27 the department of trade and economic development to perform their usual duties upon the same terms as formerly, without any loss of rights, 28

29 subject to any action that may be appropriate thereafter in accordance 30 with the laws and rules governing state civil service.

(4) All rules and all pending business before the department of community, trade, and economic development pertaining to the powers, functions, and duties transferred shall be continued and acted upon by the department of trade and economic development. All existing contracts and obligations shall remain in full force and shall be performed by the department of trade and economic development.

(5) The transfer of the powers, duties, functions, and personnel ofthe department of community, trade, and economic development shall not

affect the validity of any act performed before the effective date of
 this section.

3 (6) If apportionments of budgeted funds are required because of the 4 transfers directed by this section, the director of financial 5 management shall certify the apportionments to the agencies affected, 6 the state auditor, and the state treasurer. Each of these shall make 7 the appropriate transfer and adjustments in funds and appropriation 8 accounts and equipment records in accordance with the certification.

9 (7) Nothing contained in this section may be construed to alter any 10 existing collective bargaining unit or the provisions of any existing 11 collective bargaining agreement until the agreement has expired or 12 until the bargaining unit has been modified by action of the personnel 13 board as provided by law.

14 <u>NEW SECTION.</u> Sec. 223. A new section is added to chapter 41.06 15 RCW to read as follows:

In addition to the exemptions in this chapter, this chapter shall not apply within the department of trade and economic development to the director, one confidential secretary, the deputy directors, all assistant directors, and other positions as may be necessary to administer the department.

21 <u>NEW SECTION.</u> Sec. 224. RCW 43.31.800 (State international trade 22 fairs--"Director" defined) and 1993 c 280 s 52, 1987 c 195 s 4, & 1965 23 c 148 s 2 are each repealed.

24	NEW	SECTION.	Sec.	225.	The	following	sections	are	each	recodified
25	as new s	sections i	n cha	pter	43.31	RCW:				
26	RCW	43.63A.23	30							
27	RCW	43.63A.71	.5							
28	RCW	43.330.06	50							
29	RCW	43.330.06	55							
30	RCW	43.330.08	30							
31	RCW	43.330.09	0							
32	RCW	43.330.09	2							
33	RCW	43.330.09	94							
34	RCW	43.330.09	95							
35	RCW	43.330.09	96							
36	RCW	43.63A.69	0							

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PART III REFERENCES TO DEPARTMENT OF COMMUNITY DEVELOPMENT

4 **Sec. 301.** RCW 19.27.070 and 1995 c 399 s 8 are each amended to 5 read as follows:

6 There is hereby established a state building code council to be 7 appointed by the governor.

8 (1) The state building code council shall consist of fifteen 9 members, two of whom shall be county elected legislative body members 10 or elected executives and two of whom shall be city elected legislative 11 body members or mayors. One of the members shall be a local government building code enforcement official and one of the members shall be a 12 13 local government fire service official. Of the remaining nine members, 14 one member shall represent general construction, specializing in 15 commercial and industrial building construction; one member shall represent general construction, specializing in residential 16 and 17 multifamily building construction; one member shall represent the 18 architectural design profession; one member shall represent the structural engineering profession; one member shall represent the 19 mechanical engineering profession; one member shall represent the 20 21 construction building trades; one member shall represent manufacturers, 22 installers, or suppliers of building materials and components; one 23 member shall be a person with a physical disability and shall represent 24 the disability community; and one member shall represent the general public. At least six of these fifteen members shall reside east of the 25 crest of the Cascade mountains. The council shall include: 26 Two 27 members of the house of representatives appointed by the speaker of the 28 house, one from each caucus; two members of the senate appointed by the 29 president of the senate, one from each caucus; and an employee of the electrical division of the department of labor and industries, as ex 30 31 officio, nonvoting members with all other privileges and rights of 32 membership. Terms of office shall be for three years. The council shall elect a member to serve as chair of the council for one-year 33 terms of office. Any member who is appointed by virtue of being an 34 35 elected official or holding public employment shall be removed from the council if he or she ceases being such an elected official or holding 36 37 such public employment. Before making any appointments to the building

1 code council, the governor shall seek nominations from recognized 2 organizations which represent the entities or interests listed in this 3 subsection. Members serving on the council on July 28, 1985, may 4 complete their terms of office. Any vacancy shall be filled by 5 alternating appointments from governmental and nongovernmental entities 6 or interests until the council is constituted as required by this 7 subsection.

8 (2) Members shall not be compensated but shall receive 9 reimbursement for travel expenses in accordance with RCW 43.03.050 and 10 43.03.060.

11 (3) The department of community((, trade, and economic)) 12 development shall provide administrative and clerical assistance to the 13 building code council.

14 **Sec. 302.** RCW 19.27.097 and 1995 c 399 s 9 are each amended to 15 read as follows:

16 (1) Each applicant for a building permit of a building necessitating potable water shall provide evidence of an adequate water 17 18 supply for the intended use of the building. Evidence may be in the form of a water right permit from the department of ecology, a letter 19 from an approved water purveyor stating the ability to provide water, 20 or another form sufficient to verify the existence of an adequate water 21 In addition to other authorities, the county or city may 22 supply. 23 impose conditions on building permits requiring connection to an 24 existing public water system where the existing system is willing and 25 able to provide safe and reliable potable water to the applicant with reasonable economy and efficiency. An application for a water right 26 shall not be sufficient proof of an adequate water supply. 27

(2) Within counties not required or not choosing to plan pursuant 28 29 to RCW 36.70A.040, the county and the state may mutually determine 30 those areas in the county in which the requirements of subsection (1) of this section shall not apply. The departments of health and ecology 31 shall coordinate on the implementation of this section. 32 Should the 33 county and the state fail to mutually determine those areas to be 34 designated pursuant to this subsection, the county may petition the department of community((, trade, and economic)) development to mediate 35 36 or, if necessary, make the determination.

37 (3) Buildings that do not need potable water facilities are exempt38 from the provisions of this section. The department of ecology, after

1 consultation with local governments, may adopt rules to implement this 2 section, which may recognize differences between high-growth and low-3 growth counties.

4 **Sec. 303.** RCW 19.27.150 and 1995 c 399 s 10 are each amended to 5 read as follows:

6 Every month a copy of the United States department of commerce, 7 bureau of the census' "report of building or zoning permits issued and 8 local public construction" or equivalent report shall be transmitted by 9 the governing bodies of counties and cities to the department of 10 community((, trade, and economic)) development.

11 **Sec. 304.** RCW 19.27.190 and 1996 c 186 s 501 are each amended to 12 read as follows:

13 (1)(a) Not later than January 1, 1991, the state building code council, in consultation with the department of community((, trade, and 14 economic)) development, shall establish interim requirements for the 15 maintenance of indoor air quality in newly constructed residential 16 17 buildings. In establishing the interim requirements, the council shall 18 take into consideration differences in heating fuels and heating system These requirements shall be in effect July 1, 1991, through 19 types. June 30, 1993. 20

(b) The interim requirements for new electrically space heated 21 22 residential buildings shall include ventilation standards which provide 23 for mechanical ventilation in areas of the residence where water vapor 24 or cooking odors are produced. The ventilation shall be exhausted to the outside of the structure. The ventilation standards shall further 25 provide for the capacity to supply outside air to each bedroom and the 26 27 main living area through dedicated supply air inlet locations in walls, 28 or in an equivalent manner. At least one exhaust fan in the home shall 29 be controlled by a dehumidistat or clock timer to ensure that sufficient whole house ventilation is regularly provided as needed. 30

31 (c)(i) For new single family residences with electric space heating 32 systems, zero lot line homes, each unit in a duplex, and each attached 33 housing unit in a planned unit development, the ventilation standards 34 shall include fifty cubic feet per minute of effective installed 35 ventilation capacity in each bathroom and one hundred cubic feet per 36 minute of effective installed ventilation capacity in each kitchen.

1 (ii) For other new residential units with electric space heating 2 systems the ventilation standards may be satisfied by the installation 3 of two exhaust fans with a combined effective installed ventilation 4 capacity of two hundred cubic feet per minute.

5 (iii) Effective installed ventilation capacity means the capability 6 to deliver the specified ventilation rates for the actual design of the 7 ventilation system. Natural ventilation and infiltration shall not be 8 considered acceptable substitutes for mechanical ventilation.

9 (d) For new residential buildings that are space heated with other 10 than electric space heating systems, the interim standards shall be designed to result in indoor air quality equivalent to that achieved 11 with the interim ventilation standards for electric space heated homes. 12 13 (e) The interim requirements for all newly constructed residential buildings shall include standards for indoor air quality pollutant 14 15 source control, including the following requirements: All structural 16 panel components of the residence shall comply with appropriate standards for the emission of formaldehyde; the back-drafting of 17 combustion by-products from combustion appliances shall be minimized 18 19 through the use of dampers, vents, outside combustion air sources, or other appropriate technologies; and, in areas of the state where 20 monitored data indicate action is necessary to inhibit indoor radon gas 21 22 concentrations from exceeding appropriate health standards, entry of 23 radon gas into homes shall be minimized through appropriate foundation 24 construction measures.

25 (2) No later than January 1, 1993, the state building code council, 26 in consultation with the department of community((, trade, and economic)) development, shall establish final requirements for the 27 maintenance of indoor air quality in newly constructed residences to be 28 29 in effect beginning July 1, 1993. For new electrically space heated 30 residential buildings, these requirements shall maintain indoor air quality equivalent to that provided by the mechanical ventilation and 31 indoor air pollutant source control requirements included in the 32 February 7, 1989, Bonneville power administration record of decision 33 34 for the environmental impact statement on new energy efficient homes programs (DOE/EIS-0127F) built with electric space heating. 35 In residential units other than single family, zero lot line, duplexes, 36 37 and attached housing units in planned unit developments, ventilation requirements may be satisfied by the installation of two exhaust fans 38 39 with a combined effective installed ventilation capacity of two hundred

1 cubic feet per minute. For new residential buildings that are space 2 heated with other than electric space heating systems, the standards 3 shall be designed to result in indoor air quality equivalent to that 4 achieved with the ventilation and source control standards for electric 5 space heated homes. In establishing the final requirements, the 6 council shall take into consideration differences in heating fuels and 7 heating system types.

8 **Sec. 305.** RCW 27.34.020 and 1995 c 399 s 13 are each amended to 9 read as follows:

10 Unless the context clearly requires otherwise, the definitions in 11 this section apply throughout this chapter:

12 (1) "Advisory council" means the advisory council on historic13 preservation.

(2) "Department" means the department of community((, trade, and
 economic)) development.

16 (3) "Director" means the director of community((, trade, and 17 economic)) development.

18 (4) "Federal act" means the national historic preservation act of
19 1966 (Public Law 89-655; 80 Stat. 915).

(5) "Heritage council" means the Washington state heritage council. 20 the 21 (6) "Historic preservation" includes protection, 22 rehabilitation, restoration, identification, scientific excavation, and 23 reconstruction of districts, sites, buildings, structures, and objects significant in American and Washington state history, architecture, 24 25 archaeology, or culture.

26 (7) "Office" means the office of archaeology and historic 27 preservation within the department.

(8) "Preservation officer" means the state historic preservationofficer as provided for in RCW 27.34.210.

30 (9) "Project" means programs leading to the preservation for public benefit of historical properties, whether by state and local 31 32 governments or other public bodies, or private organizations or individuals, including the acquisition of title or interests in, and 33 34 the development of, any district, site, building, structure, or object that is significant in American and Washington state history, 35 36 architecture, archaeology, or culture, and property used in connection therewith, or for its development. 37

(10) "State historical agencies" means the state historical
 societies and the office of archaeology and historic preservation
 within the department.

4 (11) "State historical societies" means the Washington state 5 historical society and the eastern Washington state historical society.

6 (12) "Cultural resource management plan" means a comprehensive plan 7 which identifies and organizes information on the state of Washington's 8 historic, archaeological, and architectural resources into a set of 9 management criteria, and which is to be used for producing reliable 10 decisions, recommendations, and advice relative to the identification, 11 evaluation, and protection of these resources.

12 **Sec. 306.** RCW 27.34.310 and 1995 c 399 s 15 are each amended to 13 read as follows:

14 Unless the context clearly requires otherwise, the following 15 definitions apply throughout RCW 27.34.320.

16 (1) "Agency" means the state agency, department, or institution17 that has ownership of historic property.

(2) "Historic properties" means those buildings, sites, objects,
structures, and districts that are listed in or eligible for listing in
the National Register of Historic Places.

(3) "Office" means the office of archaeology and historic preservation within the department of community((, trade, and economic)) development.

24 **Sec. 307.** RCW 27.53.030 and 1995 c 399 s 16 are each amended to 25 read as follows:

26 Unless the context clearly requires otherwise, the definitions 27 contained in this section shall apply throughout this chapter.

(1) "Archaeology" means systematic, scientific study of man's pastthrough material remains.

(2) "Archaeological object" means an object that comprises the
 physical evidence of an indigenous and subsequent culture including
 material remains of past human life including monuments, symbols,
 tools, facilities, and technological by-products.

(3) "Archaeological site" means a geographic locality in
Washington, including but not limited to, submerged and submersible
lands and the bed of the sea within the state's jurisdiction, that
contains archaeological objects.

1 (4) "Department" means the department of community((, trade, and 2 economic)) development.

3 (5) "Director" means the director of community((, trade, and 4 economic)) development or the director's designee.

5 (6) "Historic" means peoples and cultures who are known through written documents in their own or other languages. As applied to 6 7 underwater archaeological resources, the term historic shall include 8 only those properties which are listed in or eligible for listing in 9 the Washington State Register of Historic Places (RCW 27.34.220) or the 10 National Register of Historic Places as defined in the National Historic Preservation Act of 1966 (Title 1, Sec. 101, Public Law 89-11 665; 80 Stat. 915; 16 U.S.C. Sec. 470) as now or hereafter amended. 12

(7) "Prehistoric" means peoples and cultures who are unknownthrough contemporaneous written documents in any language.

15 (8) "Professional archaeologist" means a person who has met the 16 educational, training, and experience requirements of the ((society)) 17 register of professional archaeologists.

(9) "Qualified archaeologist" means a person who has had formal training and/or experience in archaeology over a period of at least three years, and has been certified in writing to be a qualified archaeologist by two professional archaeologists.

(10) "Amateur society" means any organization composed primarily of persons who are not professional archaeologists, whose primary interest is in the archaeological resources of the state, and which has been certified in writing by two professional archaeologists.

(11) "Historic archaeological resources" means those properties
which are listed in or eligible for listing in the Washington State
Register of Historic Places (RCW 27.34.220) or the National Register of
Historic Places as defined in the National Historic Preservation Act of
1966 (Title 1, Sec. 101, Public Law 89-665; 80 Stat. 915; 16 U.S.C.
Sec. 470) as now or hereafter amended.

32 Sec. 308. RCW 28A.215.110 and 1999 c 350 s 1 are each amended to 33 read as follows:

Unless the context clearly requires otherwise, the definitions in this section apply throughout RCW 28A.215.100 through 28A.215.200 and 28A.215.900 through 28A.215.908.

37 (1) "Advisory committee" means the advisory committee under RCW38 28A.215.140.

1 (2) "Department" means the department of community((, trade, and 2 economic)) development.

3 (3) "Eligible child" means a child not eligible for kindergarten 4 whose family income is at or below one hundred ten percent of the federal poverty level, as published annually by the federal department 5 of health and human services, and includes a child whose family is 6 7 eligible for public assistance, and who is not a participant in a 8 federal or state program providing comprehensive services and may 9 include children who are eligible under rules adopted by the department 10 if the number of such children equals not more than ten percent of the total enrollment in the early childhood program. 11 Priority for enrollment shall be given to children from families with the lowest 12 13 income or to eligible children from families with multiple needs.

14 (4) "Approved programs" means those state-supported education and 15 special assistance programs which are recognized by the department of 16 community((, trade, and economic)) development as meeting the minimum 17 program rules adopted by the department to qualify under RCW 28A.215.100 through 28A.215.200 and 28A.215.900 through 28A.215.908 and 18 19 are designated as eligible for funding by the department under RCW 28A.215.160 and 28A.215.180. 20

(5) "Comprehensive" means an assistance program that focuses on the 21 needs of the child and includes education, health, and family support 22 23 services.

24 (6) "Family support services" means providing opportunities for 25 parents to:

26 (a) Actively participate in their child's early childhood program; 27 (b) Increase their knowledge of child development and parenting 28 skills;

29 (c) Further their education and training;

30 (d) Increase their ability to use needed services in the community; (e) Increase their self-reliance.

31

Sec. 309. RCW 28A.215.120 and 1994 c 166 s 4 are each amended to 32 33 read as follows:

34 The department of community((, trade, and economic)) development shall administer a state-supported early childhood education and 35 36 assistance program to assist eligible children with educational, 37 social, health, nutritional, and cultural development to enhance their opportunity for success in the common school system. Eligible children 38

1 shall be admitted to approved early childhood programs to the extent 2 that the legislature provides funds, and additional eligible children 3 may be admitted to the extent that grants and contributions from 4 community sources provide sufficient funds for a program equivalent to 5 that supported by state funds.

6 **Sec. 310.** RCW 28A.300.160 and 1995 c 399 s 21 are each amended to 7 read as follows:

8 (1) The office of the superintendent of public instruction shall be 9 the lead agency and shall assist the department of social and health 10 services, the department of community((, trade, and economic)) 11 development, and school districts in establishing a coordinated primary 12 prevention program for child abuse and neglect.

(2) In developing the program, consideration shall be given to thefollowing:

(a) Parent, teacher, and children's workshops whose information andtraining is:

17 (i) Provided in a clear, age-appropriate, nonthreatening manner,18 delineating the problem and the range of possible solutions;

(ii) Culturally and linguistically appropriate to the populationserved;

21 (iii) Appropriate to the geographic area served; and

(iv) Designed to help counteract common stereotypes about childabuse victims and offenders;

(b) Training for school age children's parents and school staff,which includes:

26 (i) Physical and behavioral indicators of abuse;

27 (ii) Crisis counseling techniques;

28 (iii) Community resources;

29 (iv) Rights and responsibilities regarding reporting;

30 (v) School district procedures to facilitate reporting and apprise31 supervisors and administrators of reports; and

32 (vi) Caring for a child's needs after a report is made;

33 (c) Training for licensed day care providers and parents that 34 includes:

35 (i) Positive child guidance techniques;

36 (ii) Physical and behavioral indicators of abuse;

37 (iii) Recognizing and providing safe, quality day care;

38 (iv) Community resources;

1 (v) Rights and responsibilities regarding reporting; and

2 (vi) Caring for the abused or neglected child;

3 (d) Training for children that includes:

4 (i) The right of every child to live free of abuse;

5 (ii) How to disclose incidents of abuse and neglect;

6 (iii) The availability of support resources and how to obtain help;

7 (iv) Child safety training and age-appropriate self-defense 8 techniques; and

9 (v) A period for crisis counseling and reporting immediately 10 following the completion of each children's workshop in a school 11 setting which maximizes the child's privacy and sense of safety.

(3) The primary prevention program established under this section
shall be a voluntary program and shall not be part of the basic program
of education.

(4) Parents shall be given notice of the primary prevention programand may refuse to have their children participate in the program.

17 **Sec. 311.** RCW 28B.06.030 and 1995 c 335 s 303 are each amended to 18 read as follows:

(1) The state board for community and technical colleges, in 19 consultation with the department of community((, trade, and economic)) 20 development, the department of social and health services, the 21 22 superintendent of public instruction, and community-based, nonprofit 23 providers of adult literacy services, shall develop an adult literacy 24 program to serve eligible parents as defined under RCW ((28A.610.020)) 25 <u>28B.06.020</u>. The program shall give priority to serving parents with children who have not yet enrolled in school or are in grades 26 kindergarten through three. 27

(2) In addition to providing basic skills instruction to eligible parents, the program may include other program components which may include transportation, child care, and such other directly necessary activities as may be necessary to accomplish the purposes of this chapter.

(3) Parents who elect to participate in training or work programs, as a condition of receiving public assistance, shall have the hours spent in parent participation programs, conducted as part of a federal head start program, or the state early childhood education and assistance program under RCW 28A.215.100 through 28A.215.200 and 28A.215.900 through 28A.215.908, or parent literacy programs under this

chapter, counted toward the fulfillment of their work and training
 obligation for the receipt of public assistance.

3 (4) State funds as may be appropriated for project even start shall
4 be used solely to expand and complement, but not supplant, federal
5 funds for adult literary programs.

6 (5) The state board for community and technical colleges shall 7 adopt rules as necessary to carry out the purposes of this chapter.

8 **Sec. 312.** RCW 34.05.330 and 1998 c 280 s 5 are each amended to 9 read as follows:

10 (1) Any person may petition an agency requesting the adoption, amendment, or repeal of any rule. The office of financial management 11 12 shall prescribe by rule the format for such petitions and the procedure for their submission, consideration, and disposition and provide a 13 14 standard form that may be used to petition any agency. Within sixty 15 days after submission of a petition, the agency shall either (a) deny the petition in writing, stating (i) its reasons for the denial, 16 specifically addressing the concerns raised by the petitioner, and, 17 18 where appropriate, (ii) the alternative means by which it will address 19 the concerns raised by the petitioner, or (b) initiate rule-making proceedings in accordance with RCW 34.05.320. 20

(2) If an agency denies a petition to repeal or amend a rule submitted under subsection (1) of this section, and the petition alleges that the rule is not within the intent of the legislature or was not adopted in accordance with all applicable provisions of law, the person may petition for review of the rule by the joint administrative rules review committee under RCW 34.05.655.

27 (3) If an agency denies a petition to repeal or amend a rule submitted under subsection (1) of this section, the petitioner, within 28 29 thirty days of the denial, may appeal the denial to the governor. The governor shall immediately file notice of the appeal with the code 30 reviser for publication in the Washington state register. 31 Within forty-five days after receiving the appeal, the governor shall either 32 33 (a) deny the petition in writing, stating (i) his or her reasons for 34 the denial, specifically addressing the concerns raised by the petitioner, and, (ii) where appropriate, the alternative means by which 35 36 he or she will address the concerns raised by the petitioner; (b) for agencies listed in RCW 43.17.010, direct the agency to initiate rule-37 making proceedings in accordance with this chapter; or (c) for agencies 38

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1 not listed in RCW 43.17.010, recommend that the agency initiate rule-2 making proceedings in accordance with this chapter. The governor's 3 response to the appeal shall be published in the Washington state 4 register and copies shall be submitted to the chief clerk of the house 5 of representatives and the secretary of the senate.

6 (4) In petitioning for repeal or amendment of a rule under this 7 section, a person is encouraged to address, among other concerns:

8

(a) Whether the rule is authorized;

9

(b) Whether the rule is needed;

(c) Whether the rule conflicts with or duplicates other federal,state, or local laws;

(d) Whether alternatives to the rule exist that will serve the samepurpose at less cost;

(e) Whether the rule applies differently to public and privateentities;

16 (f) Whether the rule serves the purposes for which it was adopted;

17 (g) Whether the costs imposed by the rule are unreasonable;

18 (h) Whether the rule is clearly and simply stated;

(i) Whether the rule is different than a federal law applicable to
the same activity or subject matter without adequate justification; and
(j) Whether the rule was adopted according to all applicable
provisions of law.

(5) The department of community((, trade, and economic))
development and the office of financial management shall coordinate
efforts among agencies to inform the public about the existence of this
rules review process.

(6) The office of financial management shall initiate the rulemaking required by subsection (1) of this section by September 1, 1995.

29 **Sec. 313.** RCW 35.02.260 and 1995 c 399 s 34 are each amended to 30 read as follows:

The department of community((, trade, and economic)) development shall identify federal, state, and local agencies that should receive notification that a new city or town is about to incorporate and shall assist newly formed cities and towns during the interim period before the official date of incorporation in providing such notification to the identified agencies. 1 **Sec. 314.** RCW 35.21.300 and 1995 c 399 s 36 are each amended to 2 read as follows:

3 (1) The lien for charges for service by a city waterworks, or 4 electric light or power plant may be enforced only by cutting off the 5 service until the delinguent and unpaid charges are paid, except that until June 30, 1991, utility service for residential space heating may 6 7 be terminated between November 15th and March 15th only as provided in 8 subsections (2) and (4) of this section. In the event of a disputed 9 account and tender by the owner of the premises of the amount the owner claims to be due before the service is cut off, the right to refuse 10 service to any premises shall not accrue until suit has been entered by 11 12 the city and judgment entered in the case.

(2) Utility service for residential space heating shall not be 13 terminated between November 15th through March 15th if the customer: 14 15 (a) Notifies the utility of the inability to pay the bill, including a security deposit. This notice should be provided within 16 17 five business days of receiving a payment overdue notice unless there are extenuating circumstances. If the customer fails to notify the 18 19 utility within five business days and service is terminated, the 20 customer can, by paying reconnection charges, if any, and fulfilling the requirements of this section, receive the protections of this 21 22 chapter;

(b) Provides self-certification of household income for the prior 23 24 twelve months to a grantee of the department of community((, trade, and 25 economic)) development which administers federally funded energy assistance programs. The grantee shall determine that the household 26 27 income does not exceed the maximum allowed for eligibility under the state's plan for low-income energy assistance under 42 U.S.C. 8624 and 28 shall provide a dollar figure that is seven percent of household 29 30 income. The grantee may verify information in the self-certification; (c) Has applied for home heating assistance from applicable 31 government and private sector organizations and certifies that any 32 33 assistance received will be applied to the current bill and future utility bills; 34

35 (d) Has applied for low-income weatherization assistance to the 36 utility or other appropriate agency if such assistance is available for 37 the dwelling;

(e) Agrees to a payment plan and agrees to maintain the paymentplan. The plan will be designed both to pay the past due bill by the

following October 15<u>th</u> and to pay for continued utility service. 1 Ιf 2 the past due bill is not paid by the following October 15th, the customer shall not be eligible for protections under this chapter until 3 4 the past due bill is paid. The plan shall not require monthly payments 5 in excess of seven percent of the customer's monthly income plus onetwelfth of any arrearage accrued from the date application is made and 6 thereafter during November 15th through March 15th. A customer may 7 8 agree to pay a higher percentage during this period, but shall not be 9 in default unless payment during this period is less than seven percent 10 of monthly income plus one-twelfth of any arrearage accrued from the date application is made and thereafter. If assistance payments are 11 12 received by the customer subsequent to implementation of the plan, the 13 customer shall contact the utility to reformulate the plan; and

14

(f) Agrees to pay the moneys owed even if he or she moves.

15

(3) The utility shall:

16 (a) Include in any notice that an account is delinquent and that 17 service may be subject to termination, a description of the customer's 18 duties in this section;

(b) Assist the customer in fulfilling the requirements under thissection;

(c) Be authorized to transfer an account to a new residence when a customer who has established a plan under this section moves from one residence to another within the same utility service area;

24 (d) Be permitted to disconnect service if the customer fails to 25 honor the payment program. Utilities may continue to disconnect 26 service for those practices authorized by law other than for nonpayment as provided for in this section. Customers who qualify for payment 27 plans under this section who default on their payment plans and are 28 disconnected can be reconnected and maintain the protections afforded 29 30 under this chapter by paying reconnection charges, if any, and by paying all amounts that would have been due and owing under the terms 31 of the applicable payment plan, absent default, on the date on which 32 service is reconnected; and 33

(e) Advise the customer in writing at the time it disconnects
 service that it will restore service if the customer contacts the
 utility and fulfills the other requirements of this section.

(4) All municipal utilities shall offer residential customers the
 option of a budget billing or equal payment plan. The budget billing
 or equal payment plan shall be offered low-income customers eligible

1 under the state's plan for low-income energy assistance prepared in 2 accordance with 42 U.S.C. 8624(C)(1) without limiting availability to 3 certain months of the year, without regard to the length of time the 4 customer has occupied the premises, and without regard to whether the 5 customer is the tenant or owner of the premises occupied.

6 (5) An agreement between the customer and the utility, whether oral 7 or written, shall not waive the protections afforded under this 8 chapter.

9 **Sec. 315.** RCW 35.21.687 and 1995 c 399 s 37 are each amended to 10 read as follows:

(1) Every city and town, including every code city operating under 11 12 Title 35A RCW, shall identify and catalog real property owned by the city or town that is no longer required for its purposes and is 13 14 suitable for the development of affordable housing for very low-income, 15 low-income, and moderate-income households as defined in RCW 43.63A.510 (as recodified by this act). The inventory shall include the location, 16 approximate size, and current zoning classification of the property. 17 18 Every city and town shall provide a copy of the inventory to the department of community((, trade, and economic)) development by 19 November 1, 1993, with inventory revisions each November 20 1<u>st</u> 21 thereafter.

(2) By November 1<u>st</u> of each year, beginning in 1994, every city and town, including every code city operating under Title 35A RCW, shall purge the inventory of real property of sites that are no longer available for the development of affordable housing. The inventory revision shall also contain a list of real property that has become available since the last update. As used in this section, "real property" means buildings, land, or buildings and land.

29 **Sec. 316.** RCW 35.21.779 and 1995 c 399 s 39 are each amended to 30 read as follows:

(1) In cities or towns where the estimated value of state-owned facilities constitutes ten percent or more of the total assessed valuation, the state agency or institution owning the facilities shall contract with the city or town to pay an equitable share for fire protection services. The contract shall be negotiated as provided in subsections (2) through (6) of this section and shall provide for payment by the agency or institution to the city or town.

(2) A city or town seeking to enter into fire protection contract 1 2 negotiations shall provide written notification to the department of 3 community((, trade, and economic)) development and the state agencies 4 or institutions that own property within the jurisdiction, of its intent to contract for fire protection services. 5 Where there are multiple state agencies located within a single jurisdiction, a city 6 7 may choose to notify only the department of community((, trade, and 8 economic)) development, which in turn shall notify the agencies or 9 institution that own property within the jurisdiction of the city's 10 intent to contract for fire protection services. Any such notification 11 shall be based on the valuation procedures, based on commonly accepted standards, adopted by the department of community((, trade, and 12 13 economic)) development in consultation with the department of general administration and the association of Washington cities. 14

15 (3) The department of community((, trade, and economic)) 16 development shall review any such notification to ensure that the 17 valuation procedures and results are accurate. The department will 18 notify each affected city or town and state agency or institution of 19 the results of their review within thirty days of receipt of 20 notification.

(4) The parties negotiating fire protection contracts under this section shall conduct those negotiations in good faith. Whenever there are multiple state agencies located within a single jurisdiction, every effort shall be made by the state to consolidate negotiations on behalf of all affected agencies.

(5) In the event of notification by one of the parties that an agreement cannot be reached on the terms and conditions of a fire protection contract, the director of the department of community(($_{\tau}$ trade, and economic)) development shall mediate a resolution of the disagreement. In the event of a continued impasse, the director of the department of community(($_{\tau}$ trade, and economic)) development shall recommend a resolution.

(6) If the parties reject the recommendation of the director and an 33 34 impasse continues, the director shall direct the parties to 35 arbitration. The parties shall agree on a neutral arbitrator, and the fees and expenses of the arbitrator shall be shared equally between the 36 37 parties. The arbitration shall be a final offer, total arbitration, with the arbitrator empowered only to pick the final offer of one of 38 39 the parties or the recommended resolution by the director of the

1 department of community((, trade, and economic)) development. The 2 decision of the arbitrator shall be final, binding, and nonappealable 3 on the parties.

4 (7) The provisions of this section shall not apply if a city or
5 town and a state agency or institution have contracted pursuant to RCW
6 35.21.775.

7 (8) The provisions of this section do not apply to cities and towns
8 not meeting the conditions in subsection (1) of this section. Cities
9 and towns not meeting the conditions of subsection (1) of this section
10 may enter into contracts pursuant to RCW 35.21.775.

11 **Sec. 317.** RCW 36.27.100 and 1995 c 399 s 41 are each amended to 12 read as follows:

The legislature recognizes that, due to the magnitude or volume of 13 14 offenses in a given area of the state, there is a recurring need for supplemental assistance in the prosecuting of drug and drug-related 15 16 offenses that can be directed to the area of the state with the greatest need for short-term assistance. A statewide drug prosecution 17 18 assistance program is created within the department of community((-, -)19 trade, and economic)) development to assist county prosecuting attorneys in the prosecution of drug and drug-related offenses. 20

21 **Sec. 318.** RCW 36.34.137 and 1993 c 461 s 5 are each amended to 22 read as follows:

23 (1) Every county shall identify and catalog real property owned by 24 the county that is no longer required for its purposes and is suitable 25 for the development of affordable housing for very low-income, lowincome, and moderate-income households as defined in RCW 43.63A.510 (as 26 27 recodified by this act). The inventory shall include the location, 28 approximate size, and current zoning classification of the property. 29 Every county shall provide a copy of the inventory to the department of 30 community development by November 1, 1993, with inventory revisions 31 each November 1st thereafter.

32 (2) By November 1st of each year, beginning in 1994, every county 33 shall purge the inventory of real property of sites that are no longer 34 available for the development of affordable housing. The inventory 35 revision shall include an updated listing of real property that has 36 become available since the last update. As used in this section, "real 37 property" means buildings, land, or buildings and land. 1 **Sec. 319.** RCW 36.70A.030 and 1997 c 429 s 3 are each amended to 2 read as follows:

3 Unless the context clearly requires otherwise, the definitions in 4 this section apply throughout this chapter.

5 (1) "Adopt a comprehensive land use plan" means to enact a new 6 comprehensive land use plan or to update an existing comprehensive land 7 use plan.

8 (2) "Agricultural land" means land primarily devoted to the 9 commercial production of horticultural, viticultural, floricultural, 10 dairy, apiary, vegetable, or animal products or of berries, grain, hay, 11 straw, turf, seed, Christmas trees not subject to the excise tax imposed by RCW 84.33.100 through 84.33.140, finfish 12 in upland 13 hatcheries, livestock, and that has or long-term commercial significance for agricultural production. 14

15

(3) "City" means any city or town, including a code city.

16 (4) "Comprehensive land use plan," "comprehensive plan," or "plan" 17 means a generalized coordinated land use policy statement of the 18 governing body of a county or city that is adopted pursuant to this 19 chapter.

(5) "Critical areas" include the following areas and ecosystems:
(a) Wetlands; (b) areas with a critical recharging effect on aquifers
used for potable water; (c) fish and wildlife habitat conservation
areas; (d) frequently flooded areas; and (e) geologically hazardous
areas.

(6) "Department" means the department of community((, trade, and
 economic)) development.

27 (7) "Development regulations" or "regulation" means the controls placed on development or land use activities by a county or city, 28 29 including, but not limited to, zoning ordinances, critical areas 30 ordinances, shoreline master programs, official controls, planned unit development ordinances, subdivision ordinances, and binding site plan 31 ordinances together with any amendments thereto. A development 32 regulation does not include a decision to approve a project permit 33 34 application, as defined in RCW 36.70B.020, even though the decision may 35 be expressed in a resolution or ordinance of the legislative body of 36 the county or city.

(8) "Forest land" means land primarily devoted to growing trees for
 long-term commercial timber production on land that can be economically
 and practically managed for such production, including Christmas trees

subject to the excise tax imposed under RCW 84.33.100 through 1 84.33.140, and that has long-term commercial significance. 2 In determining whether forest land is primarily devoted to growing trees 3 4 for long-term commercial timber production on land that can be 5 economically and practically managed for such production, the following factors shall be considered: (a) The proximity of the land to urban, 6 7 suburban, and rural settlements; (b) surrounding parcel size and the 8 compatibility and intensity of adjacent and nearby land uses; (c) long-9 term local economic conditions that affect the ability to manage for 10 timber production; and (d) the availability of public facilities and services conducive to conversion of forest land to other uses. 11

12 (9) "Geologically hazardous areas" means areas that because of 13 their susceptibility to erosion, sliding, earthquake, or other 14 geological events, are not suited to the siting of commercial, 15 residential, or industrial development consistent with public health or 16 safety concerns.

(10) "Long-term commercial significance" includes the growing capacity, productivity, and soil composition of the land for long-term commercial production, in consideration with the land's proximity to population areas, and the possibility of more intense uses of the land.

(11) "Minerals" include gravel, sand, and valuable metallicsubstances.

(12) "Public facilities" include streets, roads, highways,
 sidewalks, street and road lighting systems, traffic signals, domestic
 water systems, storm and sanitary sewer systems, parks and recreational
 facilities, and schools.

(13) "Public services" include fire protection and suppression, law
 enforcement, public health, education, recreation, environmental
 protection, and other governmental services.

30 (14) "Rural character" refers to the patterns of land use and 31 development established by a county in the rural element of its 32 comprehensive plan:

(a) In which open space, the natural landscape, and vegetationpredominate over the built environment;

(b) That foster traditional rural lifestyles, rural-based
 economies, and opportunities to both live and work in rural areas;

37 (c) That provide visual landscapes that are traditionally found in38 rural areas and communities;

(d) That are compatible with the use of the land by wildlife and
 for fish and wildlife habitat;

3 (e) That reduce the inappropriate conversion of undeveloped land4 into sprawling, low-density development;

5 (f) That generally do not require the extension of urban 6 governmental services; and

7 (g) That are consistent with the protection of natural surface 8 water flows and ground water and surface water recharge and discharge 9 areas.

10 (15) "Rural development" refers to development outside the urban growth area and outside agricultural, forest, and mineral resource 11 lands designated pursuant to RCW 36.70A.170. Rural development can 12 consist of a variety of uses and residential densities, including 13 clustered residential development, at levels that are consistent with 14 15 the preservation of rural character and the requirements of the rural 16 element. Rural development does not refer to agriculture or forestry 17 activities that may be conducted in rural areas.

(16) "Rural governmental services" or "rural services" include 18 19 those public services and public facilities historically and typically 20 delivered at an intensity usually found in rural areas, and may include systems, fire and police protection services, 21 domestic water transportation and public transit services, and other public utilities 22 23 associated with rural development and normally not associated with 24 urban areas. Rural services do not include storm or sanitary sewers, 25 except as otherwise authorized by RCW 36.70A.110(4).

26 (17) "Urban growth" refers to growth that makes intensive use of land for the location of buildings, structures, and impermeable 27 surfaces to such a degree as to be incompatible with the primary use of 28 land for the production of food, other agricultural products, or fiber, 29 or the extraction of mineral resources, rural uses, rural development, 30 31 and natural resource lands designated pursuant to RCW 36.70A.170. A pattern of more intensive rural development, as provided in RCW 32 36.70A.070(5)(d), is not urban growth. When allowed to spread over 33 wide areas, urban growth typically requires urban governmental 34 35 services. "Characterized by urban growth" refers to land having urban growth located on it, or to land located in relationship to an area 36 37 with urban growth on it as to be appropriate for urban growth.

(18) "Urban growth areas" means those areas designated by a countypursuant to RCW 36.70A.110.

1 (19) "Urban governmental services" or "urban services" include 2 those public services and public facilities at an intensity 3 historically and typically provided in cities, specifically including 4 storm and sanitary sewer systems, domestic water systems, street 5 cleaning services, fire and police protection services, public transit 6 services, and other public utilities associated with urban areas and 7 normally not associated with rural areas.

8 (20) "Wetland" or "wetlands" means areas that are inundated or 9 saturated by surface water or ground water at a frequency and duration 10 sufficient to support, and that under normal circumstances do support, a prevalence of vegetation typically adapted for life in saturated soil 11 conditions. Wetlands generally include swamps, marshes, bogs, and 12 Wetlands do not include those artificial wetlands 13 similar areas. intentionally created from nonwetland sites, including, but not limited 14 15 to, irrigation and drainage ditches, grass-lined swales, canals, 16 detention facilities, wastewater treatment facilities, farm ponds, and 17 landscape amenities, or those wetlands created after July 1, 1990, that were unintentionally created as a result of the construction of a road, 18 19 street, or highway. Wetlands may include those artificial wetlands 20 intentionally created from nonwetland areas created to mitigate conversion of wetlands. 21

22 **Sec. 320.** RCW 36.70A.040 and 2000 c 36 s 1 are each amended to 23 read as follows:

24 (1) Each county that has both a population of fifty thousand or 25 more and, until May 16, 1995, has had its population increase by more than ten percent in the previous ten years or, on or after May 16, 26 27 1995, has had its population increase by more than seventeen percent in the previous ten years, and the cities located within such county, and 28 29 any other county regardless of its population that has had its population increase by more than twenty percent in the previous ten 30 years, and the cities located within such county, shall conform with 31 all of the requirements of this chapter. However, the county 32 legislative authority of such a county with a population of less than 33 34 fifty thousand population may adopt a resolution removing the county, and the cities located within the county, from the requirements of 35 36 adopting comprehensive land use plans and development regulations under 37 this chapter if this resolution is adopted and filed with the department by December 31, 1990, for counties initially meeting this 38

1 set of criteria, or within sixty days of the date the office of 2 financial management certifies that a county meets this set of criteria 3 under subsection (5) of this section. For the purposes of this 4 subsection, a county not currently planning under this chapter is not 5 required to include in its population count those persons confined in 6 a correctional facility under the jurisdiction of the department of 7 corrections that is located in the county.

8 Once a county meets either of these sets of criteria, the 9 requirement to conform with all of the requirements of this chapter 10 remains in effect, even if the county no longer meets one of these sets 11 of criteria.

(2) The county legislative authority of any county that does not 12 13 meet either of the sets of criteria established under subsection (1) of this section may adopt a resolution indicating its intention to have 14 15 subsection (1) of this section apply to the county. Each city, located 16 in a county that chooses to plan under this subsection, shall conform 17 with all of the requirements of this chapter. Once such a resolution has been adopted, the county and the cities located within the county 18 19 remain subject to all of the requirements of this chapter.

20 (3) Any county or city that is initially required to conform with all of the requirements of this chapter under subsection (1) of this 21 22 section shall take actions under this chapter as follows: (a) The 23 county legislative authority shall adopt a countywide planning policy 24 under RCW 36.70A.210; (b) the county and each city located within the 25 county shall designate critical areas, agricultural lands, forest 26 lands, and mineral resource lands, and adopt development regulations 27 conserving these designated agricultural lands, forest lands, and mineral resource lands and protecting these designated critical areas, 28 under RCW 36.70A.170 and 36.70A.060; (c) the county shall designate and 29 30 take other actions related to urban growth areas under RCW 36.70A.110; 31 (d) if the county has a population of fifty thousand or more, the county and each city located within the county shall adopt a 32 comprehensive plan under this chapter and development regulations that 33 34 are consistent with and implement the comprehensive plan on or before 35 July 1, 1994, and if the county has a population of less than fifty thousand, the county and each city located within the county shall 36 37 adopt a comprehensive plan under this chapter and development regulations that are consistent with and implement the comprehensive 38 plan by January 1, 1995, but if the governor makes written findings 39

that a county with a population of less than fifty thousand or a city 1 2 located within such a county is not making reasonable progress toward adopting a comprehensive plan and development regulations the governor 3 4 may reduce this deadline for such actions to be taken by no more than 5 one hundred eighty days. Any county or city subject to this subsection may obtain an additional six months before it is required to have 6 7 adopted its development regulations by submitting a letter notifying 8 the department of community((, trade, and economic)) development of its 9 need prior to the deadline for adopting both a comprehensive plan and 10 development regulations.

(4) Any county or city that is required to conform with all the 11 requirements of this chapter, as a result of the county legislative 12 authority adopting its resolution of intention under subsection (2) of 13 this section, shall take actions under this chapter as follows: 14 (a) 15 The county legislative authority shall adopt a countywide planning 16 policy under RCW 36.70A.210; (b) the county and each city that is 17 located within the county shall adopt development regulations conserving agricultural lands, forest lands, and mineral resource lands 18 19 it designated under RCW 36.70A.060 within one year of the date the county legislative authority adopts its resolution of intention; (c) 20 the county shall designate and take other actions related to urban 21 growth areas under RCW 36.70A.110; and (d) the county and each city 22 23 that is located within the county shall adopt a comprehensive plan and 24 development regulations that are consistent with and implement the 25 comprehensive plan not later than four years from the date the county 26 legislative authority adopts its resolution of intention, but a county 27 or city may obtain an additional six months before it is required to have adopted its development regulations by submitting a letter 28 29 notifying the department of community((, trade, and economic)) 30 development of its need prior to the deadline for adopting both a comprehensive plan and development regulations. 31

(5) If the office of financial management certifies that the 32 33 population of a county that previously had not been required to plan 34 under subsection (1) or (2) of this section has changed sufficiently to 35 meet either of the sets of criteria specified under subsection (1) of this section, and where applicable, the county legislative authority 36 not adopted a resolution removing the county from these 37 has 38 requirements as provided in subsection (1) of this section, the county 39 and each city within such county shall take actions under this chapter

(a) The county legislative authority shall adopt a as follows: 1 countywide planning policy under RCW 36.70A.210; (b) the county and 2 each city located within the county shall adopt development regulations 3 4 under RCW 36.70A.060 conserving agricultural lands, forest lands, and mineral resource lands it designated within one year of the 5 certification by the office of financial management; (c) the county 6 7 shall designate and take other actions related to urban growth areas 8 under RCW 36.70A.110; and (d) the county and each city located within 9 the county shall adopt a comprehensive land use plan and development 10 regulations that are consistent with and implement the comprehensive plan within four years of the certification by the office of financial 11 management, but a county or city may obtain an additional six months 12 13 before it is required to have adopted its development regulations by 14 submitting a letter notifying the department of community((, trade, and 15 economic)) development of its need prior to the deadline for adopting 16 both a comprehensive plan and development regulations.

(6) A copy of each document that is required under this sectionshall be submitted to the department at the time of its adoption.

(7) Cities and counties planning under this chapter must amend the transportation element of the comprehensive plan to be in compliance with this chapter and chapter 47.80 RCW no later than December 31, 22 2000.

23 **Sec. 321.** RCW 36.70A.131 and 1998 c 286 s 7 are each amended to 24 read as follows:

As part of the review required by RCW 36.70A.130(1), a county or city shall review its mineral resource lands designations adopted pursuant to RCW 36.70A.170 and mineral resource lands development regulations adopted pursuant to RCW 36.70A.040 and 36.70A.060. In its review, the county or city shall take into consideration:

(1) New information made available since the adoption or last
 review of its designations or development regulations, including data
 available from the department of natural resources relating to mineral
 resource deposits; and

34 (2) New or modified model development regulations for mineral
 35 resource lands prepared by the department of natural resources, the
 36 department of community((, trade, and economic)) development, or the
 37 Washington state association of counties.

1 **Sec. 322.** RCW 39.44.210 and 1995 c 399 s 54 are each amended to 2 read as follows:

3 For each state or local government bond issued, the underwriter of 4 the issue shall supply the department of community((, trade, and 5 economic)) development with information on the bond issue within twenty days of its issuance. In cases where the issuer of the bond makes a 6 7 direct or private sale to a purchaser without benefit of an 8 underwriter, the issuer shall supply the required information. The 9 bond issue information shall be provided on a form prescribed by the 10 department of community((, trade, and economic)) development and shall include but is not limited to: (1) The par value of the bond issue; 11 (2) the effective interest rates; (3) a schedule of maturities; (4) the 12 purposes of the bond issue; (5) cost of issuance information; and (6) 13 the type of bonds that are issued. A copy of the bond covenants shall 14 15 be supplied with this information.

For each state or local government bond issued, the issuer's bond counsel promptly shall provide to the underwriter or to the department of community((, trade, and economic)) development information on the amount of any fees charged for services rendered with regard to the bond issue.

Each local government that issues any type of bond shall make a 21 report annually to the department of community((, trade, and economic)) 22 23 development that includes a summary of all the outstanding bonds of the 24 local government as of the first day of January in that year. Such 25 report shall distinguish the outstanding bond issues on the basis of 26 the type of bond, as defined in RCW 39.44.200, and shall report the 27 local government's outstanding indebtedness compared to any applicable limitations on indebtedness, including RCW 35.42.200, 39.30.010, and 28 29 39.36.020.

30 **Sec. 323.** RCW 39.44.230 and 1995 c 399 s 55 are each amended to 31 read as follows:

The department of community((, trade, and economic)) development may adopt rules ((and regulations)) pursuant to the administrative procedure act to require (1) the submission of bond issuance information by underwriters and bond counsel to the department of community((, trade, and economic)) development in a timely manner and (2) the submission of additional information on bond issues by state and local governments, including summaries of outstanding bond issues.

SB 5370

1 **Sec. 324.** RCW 39.84.090 and 1998 c 245 s 34 are each amended to 2 read as follows:

3 (1) Prior to issuance of any revenue bonds, each public corporation 4 shall submit a copy of its enabling ordinance and charter, a 5 description of any industrial development facility proposed to be 6 undertaken, and the basis for its qualification as an industrial 7 development facility to the department of community((, trade, and 8 economic)) development.

9 (2) If the industrial development facility is not eligible under 10 this chapter, the department of community((, trade, and economic)) 11 development shall give notice to the public corporation, in writing and 12 by certified mail, within twelve working days of receipt of the 13 description.

14 (3) The department of community((, trade, and economic)) 15 development shall provide such advice and assistance to public 16 corporations and municipalities which have created or may wish to 17 create public corporations as the public corporations or municipalities 18 request and the department of community((, trade, and economic)) 19 development considers appropriate.

20 **Sec. 325.** RCW 43.08.260 and 1997 c 319 s 2 are each amended to 21 read as follows:

22 (1)(a) The legislature recognizes the ethical obligation of 23 attorneys to represent clients without interference by third parties in 24 the discharge of professional obligations to clients. However, to 25 ensure the most beneficial use of state resources, the legislature 26 finds that it is within the authority of the legislature to specify the 27 categories of legal cases in which qualified legal aid programs may provide civil representation with state moneys. Accordingly, moneys 28 29 appropriated for civil legal representation pursuant to this section 30 shall not be used for legal representation that is either outside the scope of this section or prohibited by this section. 31

32 (b) Nothing in this section is intended to limit the authority of 33 existing entities, including but not limited to the Washington state 34 bar association, the public disclosure commission, the state auditor, 35 and the federal legal services corporation to resolve issues within 36 their respective jurisdictions.

37 (2) Any money appropriated by the legislature from the public38 safety and education account pursuant to RCW 43.08.250 or from any

other state fund or account for civil representation of indigent 1 2 persons shall be used solely for the purpose of contracting with qualified legal aid programs for legal representation of indigent 3 4 persons in matters relating to: (a) Domestic relations and family law matters, (b) public assistance and health care, (c) housing and 5 utilities, (d) social security, (e) mortgage foreclosures, (f) home 6 7 protection bankruptcies, (g) consumer fraud and unfair sales practices, 8 (h) rights of residents of long-term care facilities, (i) wills, 9 estates, and living wills, (j) elder abuse, and (k) guardianship.

10 (3) For purposes of this section, a "qualified legal aid program" 11 means a not-for-profit corporation incorporated and operating 12 exclusively in Washington which has received basic field funding for 13 the provision of civil legal services to indigents from the federal 14 legal services corporation or that has received funding for civil legal 15 services for indigents under this section before July 1, 1997.

department of community((, trade, and economic)) 16 (4) The development shall establish a distribution formula based on the 17 distribution by county of individuals with incomes below the official 18 19 federal poverty level guidelines. When entering into a contract with 20 a qualified legal services provider under this section, the department shall require the provider to provide legal services in a manner that 21 22 maximizes geographic access in accordance with the formula established 23 in this subsection (4).

(5) Funds distributed to qualified legal aid programs under thissection may not be used directly or indirectly for:

(a) Lobbying.

26

(i) For purposes of this section, "lobbying" means any personal
service, advertisement, telegram, telephone communication, letter,
printed or written matter, or other device directly or indirectly
intended to influence any member of congress or any other federal,
state, or local nonjudicial official, whether elected or appointed:

32 (A) In connection with any act, bill, resolution, or similar 33 legislation by the congress of the United States or by any state or 34 local legislative body, or any administrative rule, rule-making 35 activity, standard, rate, or other enactment by any federal, state, or 36 local administrative agency;

(B) In connection with any referendum, initiative, constitutionalamendment, or any similar procedure of the congress, any state

legislature, any local council, or any similar governing body acting in
 a legislative capacity; or

3 (C) In connection with inclusion of any provision in a legislative 4 measure appropriating funds to, or defining or limiting the functions 5 or authority of, the recipient of funds under this section.

6 (ii) "Lobbying" does not include the response of an employee of a 7 legal aid program to a written request from a governmental agency, an 8 elected or appointed official, or committee on a specific matter. This 9 exception does not authorize communication with anyone other than the 10 requesting party, or agent or employee of such agency, official, or 11 committee.

(b) Grass roots lobbying. For purposes of this section, "grass 12 13 roots lobbying" means preparation, production, or dissemination of information the purpose of which is to encourage the public at large, 14 15 or any definable segment thereof, to contact legislators or their staff 16 in support of or in opposition to pending or proposed legislation; or 17 contribute to or participate in a demonstration, march, rally, lobbying campaign, or letter writing or telephone campaign for the purpose of 18 19 influencing the course of pending or proposed legislation.

20

(c) Class action lawsuits.

(d) Participating in or identifying the program with prohibited 21 For purposes of this section, "prohibited 22 political activities. 23 political activities" means (i) any activity directed toward the 24 success or failure of a political party, a candidate for partisan or 25 nonpartisan office, a partisan political group, or a ballot measure; 26 (ii) advertising or contributing or soliciting financial support for or 27 against any candidate, political group, or ballot measure; or (iii) voter registration or transportation activities. 28

(e) Representation in fee-generating cases. For purposes of this section, "fee-generating" means a case that might reasonably be expected to result in a fee for legal services if undertaken by a private attorney. The charging of a fee pursuant to subsection (6) of this section does not establish the fee-generating nature of a case.

A fee-generating case may be accepted when: (i) The case has been rejected by the local lawyer referral services or by two private attorneys; (ii) neither the referral service nor two private attorneys will consider the case without payment of a consultation fee; (iii) after consultation with the appropriate representatives of the private bar, the program has determined that the type of case is one that

private attorneys do not ordinarily accept, or do not accept without 1 prepayment of a fee; or (iv) the director of the program or the 2 director's designee has determined that referral of the case to the 3 4 private bar is not possible because documented attempts to refer similar cases in the past have been futile, or because emergency 5 circumstances compel immediate action before referral can be made, but 6 7 the client is advised that, if appropriate and consistent with 8 professional responsibility, referral will be attempted at a later 9 time.

10 (f) Organizing any association, union, or federation, or 11 representing a labor union. However, nothing in this subsection (5)(f) 12 prohibits the provision of legal services to clients as otherwise 13 permitted by this section.

14

(g) Representation of undocumented aliens.

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(h) Picketing, demonstrations, strikes, or boycotts.

(i) Engaging in inappropriate solicitation. For purposes of this 16 17 section, "inappropriate solicitation" means promoting the assertion of specific legal claims among persons who know of their rights to make a 18 19 claim and who decline to do so. Nothing in this subsection precludes 20 a legal services program or its employees from providing information regarding legal rights and responsibilities or providing information 21 regarding the program's services and intake procedures through 22 community legal education activities, responding to an individual's 23 24 specific question about whether the individual should consult with an 25 attorney or take legal action, or responding to an individual's 26 specific request for information about the individual's legal rights or 27 request for assistance in connection with a specific legal problem.

(j) Conducting training programs that: (i) Advocate particular public policies; (ii) encourage or facilitate political activities, labor or antilabor activities, boycotts, picketing, strikes, or demonstrations; or (iii) attempt to influence legislation or rule making. Nothing in this subsection (5)(j) precludes representation of clients as otherwise permitted by this section.

34 (6) The department may establish requirements for client 35 participation in the provision of civil legal services under this 36 section, including but not limited to copayments and sliding fee 37 scales.

38 (7)(a) Contracts entered into by the department of community((τ 39 trade, and economic)) development with qualified legal services 1 programs under this section must specify that the program's
2 expenditures of moneys distributed under this section:

3 (i) Must be audited annually by an independent outside auditor.
4 These audit results must be provided to the department of community((7)
5 trade, and economic)) development; and

б

(ii) Are subject to audit by the state auditor.

7 (b)(i) Any entity auditing a legal services program under this 8 section shall have access to all records of the legal services program 9 to the full extent necessary to determine compliance with this section, 10 with the exception of confidential information protected by the United 11 States Constitution, the state Constitution, the attorney-client 12 privilege, and applicable rules of attorney conduct.

(ii) The legal services program shall have a system allowing for production of case-specific information, including client eligibility and case type, to demonstrate compliance with this section, with the exception of confidential information protected by the United States Constitution, the state Constitution, the attorney-client privilege, and applicable rules of attorney conduct. Such information shall be available to any entity that audits the program.

(8) The department of community((, trade, and economic))
development must recover or withhold amounts determined by an audit to
have been used in violation of this section.

(9) The department of community((, trade, and economic))
 24 development may adopt rules to implement this section.

25 **Sec. 326.** RCW 43.19.1920 and 1995 c 399 s 63 are each amended to 26 read as follows:

The division of purchasing may donate state-owned, surplus, tangible personal property to shelters that are: Participants in the department of community((, trade, and economic)) development's emergency shelter assistance program; and operated by nonprofit organizations or units of local government providing emergency or transitional housing for homeless persons. A donation may be made only if all of the following conditions have been met:

(1) The division of purchasing has made reasonable efforts to determine if any state agency has a requirement for such personal property and no such agency has been identified. Such determination shall follow sufficient notice to all state agencies to allow adequate time for them to make their needs known; (2) The agency owning the property has authorized the division of
 purchasing to donate the property in accordance with this section;

3 (3) The nature and quantity of the property in question is directly 4 germane to the needs of the homeless persons served by the shelter and 5 the purpose for which the shelter exists and the shelter agrees to use 6 the property for such needs and purposes; and

7 (4) The director of general administration has determined that the 8 donation of such property is in the best interest of the state.

9 Sec. 327. RCW 43.19.19201 and 1995 c 399 s 64 are each amended to 10 read as follows:

(1) The department of general administration shall identify and 11 12 catalog real property that is no longer required for department purposes and is suitable for the development of affordable housing for 13 14 very low-income, low-income, and moderate-income households as defined 15 in RCW 43.63A.510 (as recodified by this act). The inventory shall 16 location, include the approximate size, and current zoning 17 classification of the property. The department of general 18 administration shall provide a copy of the inventory to the department 19 of community((, trade, and economic)) development by November 1, 1993, 20 and every November 1st thereafter.

(2) By November 1<u>st</u> of each year, beginning in 1994, the department of general administration shall purge the inventory of real property of sites that are no longer available for the development of affordable housing. The department shall include an updated listing of real property that has become available since the last update. As used in this section, "real property" means buildings, land, or buildings and land.

28 **Sec. 328.** RCW 43.20A.037 and 1995 c 399 s 65 are each amended to 29 read as follows:

30 (1) The department shall identify and catalog real property that is 31 no longer required for department purposes and is suitable for the 32 development of affordable housing for very low-income, and moderate-33 income households as defined in RCW 43.63A.510 (as recodified by this 34 act). The inventory shall include the location, approximate size, and 35 current zoning classification of the property. The department shall 36 provide a copy of the inventory to the department of community((τ

1 trade, and economic)) development by November 1, 1993, and every
2 November 1<u>st</u> thereafter.

3 (2) By November 1<u>st</u> of each year, beginning in 1994, the department 4 shall purge the inventory of real property of sites that are no longer 5 available for the development of affordable housing. The department 6 shall include an updated listing of real property that has become 7 available since the last update. As used in this section, "real 8 property" means buildings, land, or buildings and land.

9 **Sec. 329.** RCW 43.21A.612 and 1995 c 399 s 68 are each amended to 10 read as follows:

Before the director shall construct said steam generating facility 11 12 within the state, or make application for any permit, license or other right necessary thereto, the director shall give notice thereof by 13 14 publishing once a week for four consecutive weeks in a newspaper of general circulation in the county or counties in which such project is 15 located a statement of intention setting forth the general nature, 16 extent and location of the project. If any public utility in the state 17 18 or any operating agency desires to construct such facility, such 19 utility or operating agency shall notify the director thereof within ten days after the last date of publication of such notice. 20 If the director determines that it is in the best public interest that the 21 director proceed with such construction rather than the public utility 22 23 or operating agency, the director shall so notify the director of 24 community((, trade, and economic)) development, who shall set a date 25 for hearing thereon. If after considering the evidence introduced the director of community((, trade, and economic)) development finds that 26 the public utility or operating agency making the request intends to 27 28 immediately proceed with such construction and is financially capable 29 of carrying out such construction and further finds that the plan of such utility or operating agency is equally well adapted to serve the 30 public interest, the director shall enter an order so finding and such 31 32 order shall divest the director of authority to proceed further with such construction or acquisition until such time as the other public 33 34 utility or agency voluntarily causes an assignment of its right or interest in the project to the director or fails to procure any further 35 36 required governmental permit, license or authority or having procured such, has the same revoked or withdrawn, in accordance with the laws 37 and regulations of such governmental entity, in which event the 38

director shall have the same authority to proceed as though the 1 2 director had originally entered an order so authorizing the director to proceed. If, after considering the evidence introduced, the director 3 4 of community((, trade, and economic)) development finds that the public 5 utility or agency making the request does not intend to immediately proceed with such construction or acquisition or is not financially 6 7 capable of carrying out such construction or acquisition, or finds that 8 the plan of such utility or operating agency is not equally well 9 adapted to serve the public interest, the director shall then enter an 10 order so finding and authorizing the director to proceed with the construction or acquisition of the facility. 11

12 **Sec. 330.** RCW 43.21C.110 and 1997 c 429 s 47 are each amended to 13 read as follows:

14 It shall be the duty and function of the department of ecology:

15 (1) To adopt and amend thereafter rules of interpretation and implementation of this chapter, subject to the requirements of chapter 16 34.05 RCW, for the purpose of providing uniform rules and guidelines to 17 18 all branches of government including state agencies, political 19 subdivisions, public and municipal corporations, and counties. The proposed rules shall be subject to full public hearings requirements 20 associated with rule promulgation. Suggestions for modifications of 21 the proposed rules shall be considered on their merits, and the 22 23 department shall have the authority and responsibility for full and 24 appropriate independent promulgation and adoption of rules, assuring 25 consistency with this chapter as amended and with the preservation of protections afforded by this chapter. The rule-making powers 26 authorized in this section shall include, but shall not be limited to, 27 the following phases of interpretation and implementation of this 28 29 chapter:

30 (a) Categories of governmental actions which are not to be considered as potential major actions significantly affecting the 31 quality of the environment, including categories pertaining to 32 applications for water right permits pursuant to chapters 90.03 and 33 34 90.44 RCW. The types of actions included as categorical exemptions in the rules shall be limited to those types which are not major actions 35 36 significantly affecting the quality of the environment. The rules shall provide for certain circumstances where actions which potentially 37 are categorically exempt require environmental review. An action that 38

is categorically exempt under the rules adopted by the department may
 not be conditioned or denied under this chapter.

3 (b) Rules for criteria and procedures applicable to the 4 determination of when an act of a branch of government is a major 5 action significantly affecting the quality of the environment for which 6 a detailed statement is required to be prepared pursuant to RCW 7 43.21C.030.

8 (c) Rules and procedures applicable to the preparation of detailed 9 statements and other environmental documents, including but not limited 10 to rules for timing of environmental review, obtaining comments, data 11 and other information, and providing for and determining areas of 12 public participation which shall include the scope and review of draft 13 environmental impact statements.

(d) Scope of coverage and contents of detailed statements assuring that such statements are simple, uniform, and as short as practicable; statements are required to analyze only reasonable alternatives and probable adverse environmental impacts which are significant, and may analyze beneficial impacts.

(e) Rules and procedures for public notification of actions takenand documents prepared.

(f) Definition of terms relevant to the implementation of this 21 chapter including the establishment of a list of elements of the 22 Analysis of environmental considerations under RCW 23 environment. 24 43.21C.030(2) may be required only for those subjects listed as 25 elements of the environment (or portions thereof). The list of 26 elements of the environment shall consist of the "natural" and "built" environment. The elements of the built environment shall consist of 27 public services and utilities (such as water, sewer, schools, fire and 28 police protection), transportation, environmental health (such as 29 30 explosive materials and toxic waste), and land and shoreline use (including housing, and a description of the relationships with land 31 use and shoreline plans and designations, including population). 32

(g) Rules for determining the obligations and powers under this
 chapter of two or more branches of government involved in the same
 project significantly affecting the quality of the environment.

36 (h) Methods to assure adequate public awareness of the preparation37 and issuance of detailed statements required by RCW 43.21C.030(2)(c).

(i) To prepare rules for projects setting forth the time limits
 within which the governmental entity responsible for the action shall
 comply with the provisions of this chapter.

4 (j) Rules for utilization of a detailed statement for more than one 5 action and rules improving environmental analysis of nonproject 6 proposals and encouraging better interagency coordination and 7 integration between this chapter and other environmental laws.

8 (k) Rules relating to actions which shall be exempt from the 9 provisions of this chapter in situations of emergency.

(1) Rules relating to the use of environmental documents in planning and decision making and the implementation of the substantive policies and requirements of this chapter, including procedures for appeals under this chapter.

14 (m) Rules and procedures that provide for the integration of 15 environmental review with project review as provided in RCW 43.21C.240. 16 The rules and procedures shall be jointly developed with the department 17 of community((, trade, and economic)) development and shall be applicable to the preparation of environmental documents for actions in 18 19 counties, cities, and towns planning under RCW 36.70A.040. The rules and procedures shall also include procedures and criteria to analyze 20 planned actions under RCW 43.21C.031(2) and revisions to the rules 21 adopted under this section to ensure that they are compatible with the 22 requirements and authorizations of chapter 347, Laws of 1995, as 23 24 amended by chapter 429, Laws of 1997. Ordinances or procedures adopted 25 by a county, city, or town to implement the provisions of chapter 347, 26 Laws of 1995 prior to the effective date of rules adopted under this subsection (1)(m) shall continue to be effective until the adoption of 27 any new or revised ordinances or procedures that may be required. If 28 29 any revisions are required as a result of rules adopted under this 30 subsection (1)(m), those revisions shall be made within the time limits specified in RCW 43.21C.120. 31

32 (2) In exercising its powers, functions, and duties under this33 section, the department may:

34 (a) Consult with the state agencies and with representatives of
 35 science, industry, agriculture, labor, conservation organizations,
 36 state and local governments, and other groups, as it deems advisable;
 37 and

38 (b) Utilize, to the fullest extent possible, the services,39 facilities, and information (including statistical information) of

1 public and private agencies, organizations, and individuals, in order 2 to avoid duplication of effort and expense, overlap, or conflict with 3 similar activities authorized by law and performed by established 4 agencies.

5 (3) Rules adopted pursuant to this section shall be subject to the 6 review procedures of chapter 34.05 RCW.

7 **Sec. 331.** RCW 43.22.495 and 1995 c 399 s 69 are each amended to 8 read as follows:

9 Beginning on July 1, ((1991)) 2001, the department of community(($_{\tau}$ 10 trade, and economic)) development shall be responsible for performing 11 all the consumer complaint and related functions of the state 12 administrative agency that are required for purposes of complying with 13 the regulations established by the federal department of housing and 14 urban development for manufactured housing, including the preparation 15 and submission of the state administrative plan.

16 The department of community((, trade, and economic)) development 17 may enter into state or local interagency agreements to coordinate site 18 inspection activities with record monitoring and complaint handling. 19 The interagency agreement may also provide for the reimbursement for 20 cost of work that an agency performs. The department may include other 21 related areas in any interagency agreements which are necessary for the 22 efficient provision of services.

The directors of the department of community((, trade, and economic)) development and the department of labor and industries shall immediately take such steps as are necessary to ensure that chapter 176, Laws of 1990 is implemented on June 7, 1990.

27 **Sec. 332.** RCW 43.63B.010 and 1998 c 124 s 6 are each amended to 28 read as follows:

29 Unless the context clearly requires otherwise, the definitions in 30 this section apply throughout this chapter.

(1) "Authorized representative" means an employee of a stateagency, city, or county acting on behalf of the department.

(2) "Certified manufactured home installer" means a person who is
 in the business of installing mobile or manufactured homes and who has
 been issued a certificate by the department as provided in this
 chapter.

(3) "Department" means the department of community((, trade, and 1 2 economic)) development.

3 (4) "Director" means the director of community((, trade, and 4 economic)) development.

(5) "Manufactured home" means a single-family dwelling built in 5 accordance with the department of housing and urban development 6 7 manufactured home construction and safety standards act, which is a 8 national, preemptive building code.

9 (6) "Mobile or manufactured home installation" means all on-site 10 work necessary for the installation of a manufactured home, including: (a) Construction of the foundation system; 11

12 (b) Installation of the support piers and earthquake resistant 13 bracing system;

(c) Required connection to foundation system and support piers; 14

15 (d) Skirting;

(e) Connections to the on-site water and sewer systems that are 16 necessary for the normal operation of the home; and 17

18

(f) Extension of the pressure relief valve for the water heater.

19 (7) "Manufactured home standards" means the manufactured home 20 construction and safety standards as promulgated by the United States department of housing and urban development (HUD). 21

(8) "Mobile home" means a factory-built dwelling built prior to 22 June 15, 1976, to standards other than the HUD code, and acceptable 23 24 under applicable state codes in effect at the time of construction or 25 introduction of the home into the state. Mobile homes have not been 26 built since introduction of the HUD manufactured home construction and 27 safety standards act.

(9) "Training course" means the education program administered by 28 the department, or the education course administered by an approved 29 30 educational provider, as a prerequisite to taking the examination for certification. 31

(10) "Approved educational provider" means an organization approved 32 33 by the department to provide education and training of manufactured home installers and local inspectors. 34

Sec. 333. RCW 43.70.530 and 1998 c 245 s 75 are each amended to 35 36 read as follows:

37 The department of health, the department of social and health services, the department of community((, trade, and economic)) 38

1 development, the superintendent of public instruction, and the 2 employment security department shall, collectively and collaboratively, 3 develop a plan for a home health visitor program that shall have as its 4 primary purpose the prevention of child abuse and neglect through the 5 provision of selected educational and supportive services to high risk 6 parents of newborns.

7 (1) The program shall: (a) Be community-based; (b) include early 8 hospital-based screening to identify high risk parents of newborns; (c) 9 provide for an effective, in-home outreach and support program for high 10 risk parents of newborns that involves: (i) Frequent home visits, (ii) parent training on early childhood development, parenting, and the 11 stress factors that lead to abuse and neglect, and (iii) referrals to 12 13 needed social and health services; and (d) demonstrate effective coordination among current community-based programs that may also serve 14 15 high risk parents and their infants, including child abuse prevention programs, first steps, second steps, the early childhood education and 16 17 assistance program, the healthy kids program, child welfare services, 18 the women, infants, and children program, the high priority infant 19 tracking program, the birth to six program, local and state public 20 health prevention and early intervention services, and other services as identified. 21

22 (2) The plan shall: (a) Include an estimate and a description of the high risk groups to be served; (b) detail the screening process and 23 24 mechanisms to be used to identify high risk parents; (c) detail the 25 services to be included in the in-home program; (d) describe staffing 26 that may include the use of teams of professionals, paraprofessionals, and volunteers; (e) describe how the program will be evaluated, 27 including the measurable outcomes to be achieved; and (f) provide an 28 estimate of the costs to fully implement the program statewide, and for 29 30 possible consideration, a series of pilot projects with a phased-in 31 schedule.

32 **Sec. 334.** RCW 43.70.540 and 1995 c 399 s 76 are each amended to 33 read as follows:

The legislature recognizes that the state patrol, the office of the administrator for the courts, the sheriffs' and police chiefs' association, the department of social and health services, the department of community((, trade, and economic)) development, the sentencing guidelines commission, the department of corrections, and

1 the superintendent of public instruction each have comprehensive data 2 and analysis capabilities that have contributed greatly to our current 3 understanding of crime and violence, and their causes.

4 The legislature finds, however, that a single health-oriented 5 agency must be designated to provide consistent guidelines to all these groups regarding the way in which their data systems collect this 6 7 It is not the intent of the legislature by RCW important data. 8 43.70.545 to transfer data collection requirements from existing 9 agencies or to require the addition of major new data systems. It is 10 rather the intent to make only the minimum required changes in existing 11 data systems to increase compatibility and comparability, reduce 12 duplication, and to increase the usefulness of data collected by these 13 agencies in developing more accurate descriptions of violence.

14 **Sec. 335.** RCW 43.79.201 and 1995 c 399 s 77 are each amended to 15 read as follows:

(1) The charitable, educational, penal and reformatory institutions 16 account is hereby created, in the state treasury, into which account 17 18 there shall be deposited all moneys arising from the sale, lease or 19 transfer of the land granted by the United States government to the state for charitable, educational, penal and reformatory institutions 20 by section 17 of the enabling act, or otherwise set apart for such 21 22 institutions, except all moneys arising from the sale, lease, or 23 transfer of that certain one hundred thousand acres of such land 24 assigned for the support of the University of Washington by chapter 91, 25 Laws of 1903 and section 9, chapter 122, Laws of 1893.

(2) If feasible, not less than one-half of all income to the 26 27 charitable, educational, penal, and reformatory institutions account shall be appropriated for the purpose of providing housing, including 28 29 repair and renovation of state institutions, for persons who are mentally ill, developmentally disabled, or youth who are blind, deaf, 30 or otherwise disabled. If moneys are appropriated for community-based 31 32 housing, the moneys shall be appropriated to the department of community((, trade, and economic)) development for the housing 33 34 assistance program under chapter 43.185 RCW.

35 **Sec. 336.** RCW 43.105.020 and 1999 c 285 s 1 and 1999 c 80 s 1 are 36 each reenacted and amended to read as follows: As used in this chapter, unless the context indicates otherwise,
 the following definitions shall apply:

3 4 (1) "Department" means the department of information services;

(2) "Board" means the information services board;

5 (3) "Local governments" includes all municipal and quasi municipal 6 corporations and political subdivisions, and all agencies of such 7 corporations and subdivisions authorized to contract separately;

8

(4) "Director" means the director of the department;

9 (5) "Purchased services" means services provided by a vendor to 10 accomplish routine, continuing, and necessary functions. This term 11 includes, but is not limited to, services acquired for equipment 12 maintenance and repair, operation of a physical plant, security, 13 computer hardware and software installation and maintenance, data 14 entry, keypunch services, programming services, and computer time-15 sharing;

16 (6) "Backbone network" means the shared high-density portions of 17 the state's telecommunications transmission facilities. It includes 18 specially conditioned high-speed communications carrier lines, 19 multiplexors, switches associated with such communications lines, and 20 any equipment and software components necessary for management and 21 control of the backbone network;

(7) "Telecommunications" means the transmission of information bywire, radio, optical cable, electromagnetic, or other means;

(8) "Information processing" means the electronic capture,
 collection, storage, manipulation, transmission, retrieval, and
 presentation of information in the form of data, text, voice, or image
 and includes telecommunications and office automation functions;

(9) "Information services" means data processing,telecommunications, and office automation;

30 (10) "Equipment" means the machines, devices, and transmission 31 facilities used in information processing, such as computers, word 32 processors, terminals, telephones, and cables;

(11) "Information technology portfolio" or "portfolio" means a
 strategic management process documenting relationships between agency
 missions and information technology investments;

36 (12) "Oversight" means a process of comprehensive risk analysis and 37 management designed to ensure optimum use of information technology 38 resources; (13) "Proprietary software" means that software offered for sale or
 license;

3 (14)"Video telecommunications" means the electronic 4 interconnection of two or more sites for the purpose of transmitting 5 and/or receiving visual and associated audio information. Video telecommunications shall not include existing public television 6 broadcast stations as currently designated by the department of 7 8 community((, trade, and economic)) development under chapter 43.330 9 RCW;

10 (15) "K-20 educational network board" or "K-20 board" means the K-11 20 educational network board created in RCW 43.105.800;

12 (16) "K-20 network technical steering committee" or "committee" 13 means the K-20 network technical steering committee created in RCW 14 43.105.810;

15 (17) "K-20 network" means the network established in RCW 16 43.105.820;

17 (18) "Educational sectors" means those institutions of higher 18 education, school districts, and educational service districts that use 19 the network for distance education, data transmission, and other uses 20 permitted by the K-20 board.

21 **Sec. 337.** RCW 43.132.030 and 1995 c 399 s 80 are each amended to 22 read as follows:

The director of financial management is hereby empowered to designate the director of community((, trade, and economic)) development as the official responsible for the preparation of fiscal notes authorized and required by this chapter. It is the intent of the legislature that when necessary the resources of other state agencies, appropriate legislative staffs, and the various associations of local government may be employed in the development of such fiscal notes.

30 **Sec. 338.** RCW 43.133.030 and 1995 c 399 s 81 are each amended to 31 read as follows:

32 The office of financial management and the department of 33 community((, trade, and economic)) development shall, in cooperation with appropriate legislative committees and legislative 34 staff, establish a procedure for the provision of sunrise notes on the 35 expected impact of bills and resolutions that authorize the creation of 36 new boards and new types of special purpose districts. 37

1 sec. 339. RCW 43.133.050 and 1995 c 399 s 82 are each amended to
2 read as follows:

3 (1) The office of financial management shall prepare sunrise notes 4 for legislation concerning the creation of new boards. The department 5 of community((, trade, and economic)) development shall prepare sunrise notes for legislation creating new types of special purpose districts. 6 7 (2) A sunrise note shall be prepared for all executive and agency 8 request legislation that creates a board or special purpose district. 9 (3) The office of financial management or the department of 10 community((, trade, and economic)) development shall also provide a 11 sunrise note at the request of any committee of the legislature.

12 **Sec. 340.** RCW 43.150.040 and 1995 c 399 s 84 are each amended to 13 read as follows:

The governor may establish a statewide center for volunteerism and citizen service within the department of community((, trade, and economic)) development and appoint an executive administrator, who may employ such staff as necessary to carry out the purposes of this chapter. The provisions of chapter 41.06 RCW do not apply to the executive administrator and the staff.

20 **Sec. 341.** RCW 43.155.020 and 1996 c 168 s 2 are each amended to 21 read as follows:

22 Unless the context clearly requires otherwise, the definitions in 23 this section shall apply throughout this chapter.

(1) "Board" means the public works board created in RCW 43.155.030.
(2) "Department" means the department of community((, trade, and economic)) development.

(3) "Financing guarantees" means the pledge of money in the public works assistance account, or money to be received by the public works assistance account, to the repayment of all or a portion of the principal of or interest on obligations issued by local governments to finance public works projects.

32 (4) "Local governments" means cities, towns, counties, special 33 purpose districts, and any other municipal corporations or quasi-34 municipal corporations in the state excluding school districts and port 35 districts.

(5) "Public works project" means a project of a local governmentfor the planning, acquisition, construction, repair, reconstruction,

replacement, rehabilitation, or improvement of streets and roads,
 bridges, water systems, or storm and sanitary sewage systems and solid
 waste facilities, including recycling facilities.

4 (6) "Solid waste or recycling project" means remedial actions 5 necessary to bring abandoned or closed landfills into compliance with 6 regulatory requirements and the repair, restoration, and replacement of 7 existing solid waste transfer, recycling facilities, and landfill 8 projects limited to the opening of landfill cells that are in existing 9 and permitted landfills.

10 (7) "Technical assistance" means training and other services 11 provided to local governments to: (a) Help such local governments 12 plan, apply, and qualify for loans and financing guarantees from the 13 board, and (b) help local governments improve their ability to plan 14 for, finance, acquire, construct, repair, replace, rehabilitate, and 15 maintain public facilities.

16 **Sec. 342.** RCW 43.168.010 and 1999 c 164 s 501 are each amended to 17 read as follows:

18 The legislature finds that:

(1) The economic health and well-being of the state, particularly
in areas of high unemployment, economic stagnation, and poverty, is of
substantial public concern.

(2) The consequences of minimal economic activity and persistent 22 23 unemployment and underemployment are serious threats to the safety, 24 health, and welfare of residents of these areas, decreasing the value 25 of private investments and jeopardizing the sources of public revenue. (3) The economic and social interdependence of communities and the 26 27 vitality of industrial and economic activity necessitates, and is in part dependent on preventing substantial dislocation of residents and 28 29 rebuilding the diversification of the areas' economy.

30 (4) The ability to remedy problems in stagnant areas of the state 31 is beyond the power and control of the regulatory process and influence 32 of the state, and the ordinary operations of private enterprise without 33 additional governmental assistance are insufficient to adequately 34 remedy the problems of poverty and unemployment.

(5) The revitalization of depressed communities requires the stimulation of private investment, the development of new business ventures, the provision of capital to ventures sponsored by local organizations and capable of growth in the business markets, and assistance to viable, but under-financed, small businesses in order to
 create and preserve jobs that are sustainable in the local economy.

3 Therefore, the legislature declares there to be a substantial 4 public purpose in providing capital to promote economic development and 5 job creation in areas of economic stagnation, unemployment, and 6 poverty. To accomplish this purpose, the legislature hereby creates 7 the rural Washington loan fund and vests in the department of 8 community((, trade, and economic)) development the authority to spend 9 federal funds to stimulate the economy of distressed areas.

10 **Sec. 343.** RCW 43.168.020 and 1999 c 164 s 502 are each amended to 11 read as follows:

12 Unless the context clearly requires otherwise, the definitions in 13 this section apply throughout this chapter.

14 (1) "Department" means the department of community((, trade, and 15 economic)) development.

16 (2) "Director" means the director of community((, trade, and 17 economic)) development.

18 (3) "Distressed area" means: (a) A rural county; (b) a county 19 which has an unemployment rate which is twenty percent above the state average for the immediately previous three years; (c) a county that has 20 a median household income that is less than seventy-five percent of the 21 state median household income for the previous three years; (d) a 22 23 metropolitan statistical area, as defined by the office of federal 24 statistical policy and standards, United States department of commerce, 25 in which the average level of unemployment for the calendar year immediately preceding the year in which an application is filed under 26 27 this chapter exceeds the average state unemployment for such calendar 28 year by twenty percent; (e) an area within a county, which area: (i) 29 Is composed of contiguous census tracts; (ii) has a minimum population 30 of five thousand persons; (iii) has at least seventy percent of its families and unrelated individuals with incomes below eighty percent of 31 the county's median income for families and unrelated individuals; and 32 33 (iv) has an unemployment rate which is at least forty percent higher 34 than the county's unemployment rate; or (f) a county designated as a rural natural resources impact area under RCW 43.31.601 if an 35 36 application is filed by July 1, 1997. For purposes of this definition, 37 "families and unrelated individuals" has the same meaning that is ascribed to that term by the federal department of housing and urban 38

development in its regulations authorizing action grants for economic
 development and neighborhood revitalization projects.

3

(4) "Fund" means the rural Washington loan fund.

4 (5) "Local development organization" means a nonprofit organization 5 which is organized to operate within an area, demonstrates a commitment 6 to a long-standing effort for an economic development program, and 7 makes a demonstrable effort to assist in the employment of unemployed 8 or underemployed residents in an area.

9 (6) "Project" means the establishment of a new or expanded business 10 in an area which when completed will provide employment opportunities. 11 "Project" also means the retention of an existing business in an area 12 which when completed will provide employment opportunities.

13 (7) "Rural county" means a county with a population density of 14 fewer that one hundred persons per square mile as determined by the 15 office of financial management.

16 **Sec. 344.** RCW 43.168.031 and 1995 c 399 s 92 are each amended to 17 read as follows:

18 The Washington state development loan fund committee shall be 19 terminated on June 30, 1994, and its powers and duties transferred to 20 the director of the department of community((, trade, and economic)) 21 development.

22 **Sec. 345.** RCW 43.168.040 and 1987 c 461 s 3 are each amended to 23 read as follows:

24 Subject to the restrictions contained in this chapter, the 25 ((committee)) director is authorized to approve applications of local governments for federal community development block grant funds which 26 27 the local governments would use to make loans to finance business 28 projects within their jurisdictions. Applications approved by the 29 ((committee)) director under this chapter shall conform to applicable requirements and shall be approved based upon the 30 federal recommendations of the director of the department of trade and economic 31 32 development.

33 **Sec. 346.** RCW 43.168.050 and 1993 c 512 s 12 are each amended to 34 read as follows:

35 (1) The ((committee)) <u>director</u> may only approve an application 36 providing a loan for a project which the ((committee)) <u>director</u> finds: (a) Will result in the creation of employment opportunities, the
 maintenance of threatened employment, or development or expansion of
 business ownership by minorities and women;

4 (b) Has been approved by the director as conforming to federal
5 rules and regulations governing the spending of federal community
6 development block grant funds;

7 (c) Will be of public benefit and for a public purpose, and that 8 the benefits, including increased or maintained employment, improved 9 standard of living, the employment of disadvantaged workers, and 10 development or expansion of business ownership by minorities and women, 11 will primarily accrue to residents of the area;

12 (d) Will probably be successful;

(e) Would probably not be completed without the loan because other
capital or financing at feasible terms is unavailable or the return on
investment is inadequate.

16 (2) The ((committee)) <u>director</u> shall, subject to federal block
 17 grant criteria, give higher priority to economic development projects
 18 that contain provisions for child care.

19 (3) The ((committee)) <u>director</u> may not approve an application if it 20 fails to provide for adequate reporting or disclosure of financial data 21 to the ((committee)) <u>director</u>. The ((committee)) <u>director</u> may require 22 an annual or other periodic audit of the project books.

(4) The ((committee)) director may require that the project be managed in whole or in part by a local development organization and may prescribe a management fee to be paid to such organization by the recipient of the loan or grant.

(5)(a) Except as provided in (b) of this subsection, the ((committee)) <u>director</u> shall not approve any application which would result in a loan or grant in excess of three hundred fifty thousand dollars.

31 (b) The ((committee)) <u>director</u> may approve an application which 32 results in a loan or grant of up to seven hundred thousand dollars if 33 the application has been approved by the director.

34 (6) The ((committee)) <u>director</u> shall fix the terms and rates
 35 pertaining to its loans.

36 (7) Should there be more demand for loans than funds available for 37 lending, the ((committee)) director shall provide loans for those 38 projects which will lead to the greatest amount of employment or 39 benefit to a community. In determining the "greatest amount of 1 employment or benefit" the ((committee)) director shall also consider 2 the employment which would be saved by its loan and the benefit 3 relative to the community, not just the total number of new jobs or 4 jobs saved.

(8) To the extent permitted under federal law the ((committee)) 5 director shall require applicants to provide for the transfer of all 6 7 payments of principal and interest on loans to the <u>rural</u> Washington 8 ((state development)) loan fund created under this chapter. Under 9 circumstances where the federal law does not permit the ((committee)) <u>director</u> to require such transfer, the ((committee)) <u>director</u> shall 10 give priority to applications where the applicants on their own 11 volition make commitments to provide for the transfer. 12

(9) The ((committee)) <u>director</u> shall not approve any application to
 finance or help finance a shopping mall.

15 (10) For loans not made to minority and women-owned businesses, the 16 ((committee)) director shall make at least eighty percent of the 17 appropriated funds available to projects located in distressed areas, and may make up to twenty percent available to projects located in 18 19 areas not designated as distressed. For loans not made to minority and 20 women-owned businesses, the ((committee)) director shall not make funds available to projects located in areas not designated as distressed if 21 the fund's net worth is less than seven million one hundred thousand 22 23 dollars.

(11) If an objection is raised to a project on the basis of unfair business competition, the ((committee)) <u>director</u> shall evaluate the potential impact of a project on similar businesses located in the local market area. A grant may be denied by the ((committee)) <u>director</u> if a project is not likely to result in a net increase in employment within a local market area.

30 (12) For loans to minority and women-owned businesses who do not 31 meet the credit criteria, the ((committee)) director may consider nontraditional credit standards to offset past discrimination that has 32 precluded full participation of minority or women-owned businesses in 33 34 the economy. For applicants with high potential who do not meet the 35 credit criteria, the ((committee)) director shall consider developing alternative borrowing methods. For applicants denied loans due to 36 37 credit problems, the ((committee)) director shall provide financial counseling within available resources and provide referrals to credit 38 39 rehabilitation services. In circumstances of competing applications,

priority shall be given to members of eligible groups which previously
 have been least served by this fund.

3 **Sec. 347.** RCW 43.180.040 and 1995 c 399 s 98 are each amended to 4 read as follows:

5 (1) There is hereby established a public body corporate and 6 politic, with perpetual corporate succession, to be known as the 7 Washington state housing finance commission. The commission is an 8 instrumentality of the state exercising essential government functions 9 and, for purposes of the code, acts as a constituted authority on 10 behalf of the state when it issues bonds pursuant to this chapter. The 11 commission is a "public body" within the meaning of RCW 39.53.010.

12 (2) The commission shall consist of the following voting members:13 (a) The state treasurer, ex officio;

(b) The director of community((, trade, and economic)) development, ex officio;

16 (c) An elected local government official, ex officio, with 17 experience in local housing programs, who shall be appointed by the 18 governor with the consent of the senate;

(d) A representative of housing consumer interests, appointed bythe governor with the consent of the senate;

(e) A representative of labor interests, appointed by the governor,
with the consent of the senate, after consultation with representatives
of organized labor;

24 (f) A representative of low-income persons, appointed by the 25 governor with the consent of the senate;

(g) Five members of the public appointed by the governor, with the consent of the senate, on the basis of geographic distribution and their expertise in housing, real estate, finance, energy efficiency, or construction, one of whom shall be appointed by the governor as chair of the commission and who shall serve on the commission and as chair of the commission at the pleasure of the governor.

The term of the persons appointed by the governor, other than the chair, shall be four years from the date of their appointment, except that the terms of three of the initial appointees shall be for two years from the date of their appointment. The governor shall designate the appointees who will serve the two-year terms. An appointee may be removed by the governor for cause pursuant to RCW 43.06.070 and 43.06.080. The governor shall fill any vacancy in an appointed

position by appointment for the remainder of the unexpired term. 1 Ιf the department of community development is abolished, the resulting 2 vacancy shall be filled by a state official who shall be appointed to 3 4 the commission by the governor. If this official occupies an office or 5 position for which senate confirmation is not required, then his or her appointment to the commission shall be subject to the consent of the б 7 The members of the commission shall be compensated in senate. 8 accordance with RCW 43.03.240 and may be reimbursed, solely from the 9 funds of the commission, for expenses incurred in the discharge of their duties under this chapter, subject to the provisions of RCW 10 43.03.050 and 43.03.060. A majority of the commission constitutes a 11 quorum. Designees shall be appointed in such manner and shall exercise 12 13 such powers as are specified by the rules of the commission.

14 (3) The commission may adopt an official seal and may select from 15 its membership a vice chair, a secretary, and a treasurer. The 16 commission shall establish rules concerning its exercise of the powers 17 authorized by this chapter. The rules shall be adopted in conformance 18 with chapter 34.05 RCW.

19 **Sec. 348.** RCW 43.180.200 and 1995 c 399 s 99 are each amended to 20 read as follows:

21 For purposes of the code:

(1) The legislature reserves the right at any time to alter or
 change the structure, organization, programs, or activities of the
 commission and to terminate the commission, so long as the action does
 not impair any outstanding contracts entered into by the commission;

(2) Any net earnings of the commission beyond that necessary to
retire its bonds and to carry out the purposes of this chapter shall
not inure to the benefit of any person other than the state;

(3) Upon dissolution of the commission, title to all of itsremaining property shall vest in the state;

(4) The commission constitutes the only housing finance agency ofthe state of Washington; and

(5) In order to take advantage of the maximum amount of tax exempt bonds for housing financing available pursuant to the code, any state ceiling with respect to housing shall be allocated in accordance with the following formula:

1 (a) Eighty percent of the state ceiling shall be allocated to the 2 commission and twenty percent shall be allocated to the other issuing 3 authorities in the state.

4 (b) The allocation to the issuing authorities other than the 5 commission shall be distributed to such issuing authorities in amounts as determined following public notice by the department of community((τ) 6 7 trade, and economic)) development pursuant to rules promulgated by it. 8 The distribution shall be in response to applications received from 9 such issuing authorities and shall be based on the following factors: 10 (i) The amount of housing to be made available by such applicant; (ii) the population within the jurisdiction of the applicant; (iii) 11 coordination with other applicable federal and state housing programs; 12 13 (iv) the likelihood of implementing the proposed financing during that year; and (v) consistency with the plan of the commission. 14 On or 15 before February 1st of each year, the department of community((, trade, 16 and economic)) development shall distribute the state ceiling 17 allocation among such issuing authorities and any unused portion shall be added to the allocation of the commission. Each issuing authority 18 19 other than the commission shall confirm its allocation distribution by providing to the department of community((, trade, and economic)) 20 development no later than June 1st a copy of an executed bond purchase 21 contract or alternative documentation deemed sufficient by the 22 commission to evidence the reasonable likelihood of the allocation 23 24 distribution being fully used. Any portion of such allocation not so 25 confirmed shall be added to the allocation of the commission on July 26 1st. Prior to July 1st, the commission shall provide written notice of the allocation decrease to the affected issuing authority. 27 The reallocation shall not limit the authority of the commission to assign 28 a portion of its allocation pursuant to subsection (5)(c) of this 29 30 section.

31 (c) The commission may assign a portion of its allocation to 32 another issuing agency.

33 **Sec. 349.** RCW 43.180.220 and 1994 c 235 s 1 are each amended to 34 read as follows:

The commission, in cooperation with the department of community(($_{\tau}$ 36 trade, and economic)) development, and the state investment board, 37 shall develop and implement a housing finance program that:

(1) Provides subsidized or unsubsidized mortgage financing for
 single-family home ownership, including a single condominium unit,
 located in the state of Washington;

4 (2) Requests the state investment board to make investments, within
5 its policies and investment guidelines, in mortgage-backed securities
6 that are collateralized by loans made within the state of Washington;
7 and

8 (3) Provides flexible loan underwriting guidelines, including but 9 not limited to provisions that will allow reduced downpayment 10 requirements for the purchaser.

11 **Sec. 350.** RCW 43.185.020 and 1995 c 399 s 101 are each amended to 12 read as follows:

13 "Department" means the department of community((, trade, and 14 economic)) development. "Director" means the director of the 15 department of community((, trade, and economic)) development.

16 **Sec. 351.** RCW 43.185A.010 and 2000 c 255 s 9 are each amended to 17 read as follows:

18 Unless the context clearly requires otherwise, the definitions in 19 this section apply throughout this chapter.

20 (1) "Affordable housing" means residential housing for rental 21 occupancy which, as long as the same is occupied by low-income 22 households, requires payment of monthly housing costs, including 23 utilities other than telephone, of no more than thirty percent of the 24 family's income. The department shall adopt policies for residential 25 homeownership housing, occupied by low-income households, which specify the percentage of family income that may be spent on monthly housing 26 27 costs, including utilities other than telephone, to qualify as 28 affordable housing.

(2) "Department" means the department of community((, trade, and
 economic)) development.

31 (3) "Director" means the director of the department of community((7 32 trade, and economic)) development.

33 (4) "First-time home buyer" means an individual or his or her 34 spouse who have not owned a home during the three-year period prior to 35 purchase of a home.

36 (5) "Low-income household" means a single person, family or 37 unrelated persons living together whose adjusted income is less than

eighty percent of the median family income, adjusted for household
 size, for the county where the project is located.

3 **Sec. 352.** RCW 43.185B.010 and 1995 c 399 s 104 are each amended to 4 read as follows:

5 Unless the context clearly requires otherwise, the definitions in 6 this section apply throughout this chapter.

7 (1) "Affordable housing" means residential housing that is rented
8 or owned by a person or household whose monthly housing costs,
9 including utilities other than telephone, do not exceed thirty percent
10 of the household's monthly income.

11 (2) "Department" means the department of community((, trade, and 12 economic)) development.

13 (3) "Director" means the director of community((, trade, and 14 economic)) development.

(4) "Nonprofit organization" means any public or private nonprofit organization that: (a) Is organized under federal, state, or local laws; (b) has no part of its net earnings inuring to the benefit of any member, founder, contributor, or individual; and (c) has among its purposes significant activities related to the provision of decent housing that is affordable to very low-income, low-income, or moderateincome households and special needs populations.

(5) "Regulatory barriers to affordable housing" and "regulatory barriers" mean any public policies (including those embodied in statutes, ordinances, regulations, or administrative procedures or processes) required to be identified by the state or local government in connection with its strategy under section 105(b)(4) of the Cranston-Gonzalez national affordable housing act (42 U.S.C. 12701 et seq.).

(6) "Tenant-based organization" means a nonprofit organization
 whose governing body includes a majority of members who reside in the
 housing development and are considered low-income households.

32 **Sec. 353.** RCW 43.190.030 and 1997 c 194 s 1 are each amended to 33 read as follows:

There is created the office of the state long-term care ombudsman. The department of community((, trade, and economic)) development shall contract with a private nonprofit organization to provide long-term care ombudsman services as specified under, and consistent with, the

federal older Americans act as amended, federal mandates, the goals of 1 the state, and the needs of its citizens. 2 The department of 3 community((, trade, and economic)) development shall ensure that all 4 program and staff support necessary to enable the ombudsman to effectively protect the interests of residents, patients, and clients 5 of all long-term care facilities is provided by the nonprofit 6 7 organization that contracts to provide long-term care ombudsman 8 services. The department of community((, trade, and economic)) 9 development shall adopt rules to carry out this chapter and the longterm care ombudsman provisions of the federal older Americans act, as 10 amended, and applicable federal regulations. 11 The long-term care ombudsman program shall have the following powers and duties: 12

(1) To provide services for coordinating the activities of long-term care ombudsmen throughout the state;

15 (2) Carry out such other activities as the department of 16 community((, trade, and economic)) development deems appropriate;

(3) Establish procedures consistent with RCW 43.190.110 for appropriate access by long-term care ombudsmen to long-term care facilities and patients' records, including procedures to protect the confidentiality of the records and ensure that the identity of any complainant or resident will not be disclosed without the written consent of the complainant or resident, or upon court order;

(4) Establish a statewide uniform reporting system to collect and analyze data relating to complaints and conditions in long-term care facilities for the purpose of identifying and resolving significant problems, with provision for submission of such data to the department of social and health services and to the federal department of health and human services, or its successor agency, on a regular basis; and

(5) Establish procedures to assure that any files maintained by ombudsman programs shall be disclosed only at the discretion of the ombudsman having authority over the disposition of such files, except that the identity of any complainant or resident of a long-term care facility shall not be disclosed by such ombudsman unless:

34 (a) Such complainant or resident, or the complainant's or
 35 resident's legal representative, consents in writing to such
 36 disclosure; or

37 (b) Such disclosure is required by court order.

1 **Sec. 354.** RCW 43.280.011 and 1996 c 123 s 1 are each amended to 2 read as follows:

3 The Washington state sexual assault services advisory committee 4 issued a report to the department of community, trade, and economic development and the department of social and health services in June of 5 The committee made several recommendations to improve the 6 1995. delivery of services to victims of sexual abuse and assault: 7 (1) 8 Consolidate the administration and funding of sexual assault and abuse 9 services in one agency instead of splitting those functions between the 10 department of social and health services and the department of community, trade, and economic development; (2) adopt a funding 11 allocation plan to pool all funds for sexual assault services and to 12 distribute them across the state to ensure the delivery of core and 13 specialized services; (3) establish service, data collection, and 14 15 management standards and outcome measurements for recipients of grants; 16 and (4) create a data collection system to gather pertinent data 17 concerning the delivery of sexual assault services to victims.

18 The legislature approves the recommendations of the advisory 19 committee and consolidates the functions and funding for sexual assault 20 services in the department of community((, trade, and economic)) 21 development to implement the advisory committee's recommendations.

The legislature does not intend to effect a reduction in service 22 levels within available funding by transferring department of social 23 24 and health services' powers and duties to the department of 25 community((, trade, and economic)) development. At a minimum, the 26 department of community((, trade, and economic)) development shall 27 distribute the same percentage of the services it provides victims of sexual assault and abuse, pursuant to RCW 43.280.020, 70.125.080, and 28 29 74.14B.060, to children as were distributed to children through these 30 programs in fiscal year 1996.

31 **Sec. 355.** RCW 43.280.020 and 1996 c 123 s 3 are each amended to 32 read as follows:

33 There is established in the department of community((, trade, and 34 economic)) development a grant program to enhance the funding for 35 treating the victims of sex offenders. Activities that can be funded 36 through this grant program are limited to those that:

37 (1) Provide effective treatment to victims of sex offenders;

(2) Increase access to and availability of treatment for victims of
 sex offenders, particularly if from underserved populations; and

3 (3) Create or build on efforts by existing community programs, 4 coordinate those efforts, or develop cooperative efforts or other 5 initiatives to make the most effective use of resources to provide 6 treatment services to these victims.

7 Funding shall be given to those applicants that emphasize providing 8 stable, victim-focused sexual abuse services and possess the 9 qualifications to provide core services, as defined in RCW 70.125.030. 10 Funds for specialized services, as defined in RCW 70.125.030, shall be 11 disbursed through the request for proposal or request for 12 qualifications process.

13 **Sec. 356.** RCW 43.280.060 and 1996 c 123 s 5 are each amended to 14 read as follows:

(1) Subject to funds appropriated by the legislature, the department of community((, trade, and economic)) development shall make awards under the grant program established by RCW 43.280.020.

18 (2) To aid the department of community((, trade, and economic)) 19 development in making its funding determinations, the department shall form a peer review committee comprised of individuals who are 20 21 knowledgeable or experienced in the management or delivery of treatment services to victims of sex offenders. The peer review committee shall 22 23 advise the department on the extent to which each eligible applicant 24 meets the treatment and management standards, as developed by the The department shall consider this advice in making 25 department. 26 awards.

(3) Activities funded under this section may be considered for funding in future years, but shall be considered under the same terms and criteria as new activities. Funding under this chapter shall not constitute an obligation by the state of Washington to provide ongoing funding.

32 **Sec. 357.** RCW 43.280.070 and 1995 c 399 s 115 are each amended to 33 read as follows:

The department of community((, trade, and economic)) development may receive such gifts, grants, and endowments from public or private sources as may be made from time to time, in trust or otherwise, for the use and benefit of the purposes of this chapter and expend the same or any income therefrom according to the terms of the gifts, grants, or
 endowments.

3 **Sec. 358.** RCW 43.280.080 and 1995 c 241 s 1 are each amended to 4 read as follows:

5 The office of crime victims advocacy is established in the department of community((, trade, and economic)) development. The 6 7 office shall assist communities in planning and implementing services for crime victims, advocate on behalf of crime victims in obtaining 8 9 needed services and resources, and advise local and state governments 10 on practices, policies, and priorities that impact crime victims. In addition, the office shall administer grant programs for sexual assault 11 treatment and prevention services, as authorized in this chapter. 12

13 Sec. 359. RCW 43.280.090 and 1995 c 269 s 2102 are each amended to 14 read as follows:

15 The director of the department of community((, trade, and 16 economic)) development may establish ad hoc advisory committees, as 17 necessary, to obtain advice and guidance regarding the office of crime 18 victims advocacy program.

19 Sec. 360. RCW 43.310.020 and 1995 c 399 s 116 are each amended to 20 read as follows:

(1) The department of community((, trade, and economic)) development may recommend existing programs or contract with either school districts or community organizations, or both, through a request for proposal process for the development, administration, and implementation in the county of community-based gang risk prevention and intervention pilot programs.

(2) Proposals by the school district for gang risk prevention and
intervention pilot program grant funding shall begin with school years
no sooner than the 1994-95 session, and last for a duration of two
years.

31 (3) The school district or community organization proposal shall 32 include:

(a) A description of the program goals, activities, and curriculum.
The description of the program goals shall include a list of measurable
objectives for the purpose of evaluation by the department of
community((, trade, and economic)) development. To the extent

possible, proposals shall contain empirical data on current problems,
 such as drop-out rates and occurrences of violence on and off campus by
 school-age individuals.

4 (b) A description of the individual school or schools and the 5 geographic area to be affected by the program.

6 (c) A demonstration of broad-based support for the program from 7 business and community organizations.

8 (d) A clear description of the experience, expertise, and other 9 qualifications of the community organizations to conduct an effective 10 prevention and intervention program in cooperation with a school or a 11 group of schools.

12 (e) A proposed budget for expenditure of the grant.

13 (4) Grants awarded under this section may not be used for the 14 administrative costs of the school district or the individual school.

15 **Sec. 361.** RCW 43.330.110 and 1993 c 280 s 14 are each amended to 16 read as follows:

17 (1) The department <u>of community development</u> shall maintain an 18 active effort to help communities, families, and individuals build and 19 maintain capacity to meet housing needs in Washington state. The 20 department shall facilitate partnerships among the many entities 21 related to housing issues and leverage a variety of resources and 22 services to produce comprehensive, cost-effective, and innovative 23 housing solutions.

24 (2) The department shall assist in the production, development, 25 rehabilitation, and operation of owner-occupied or rental housing for very low, low, and moderate-income persons; operate programs to assist 26 27 home ownership, offer housing services, and provide emergency, transitional, and special needs housing services; and qualify as a 28 29 participating state agency for all programs of the federal department 30 of housing and urban development or its successor. The department shall develop or assist local governments in developing housing plans 31 required by the state or federal government. 32

33 (3) The department shall coordinate and administer energy 34 assistance and residential energy conservation and rehabilitation 35 programs of the federal and state government through nonprofit 36 organizations, local governments, and housing authorities.

1 sec. 362. RCW 43.330.130 and 1993 c 280 s 16 are each amended to
2 read as follows:

3 (1) The department <u>of community development</u> shall coordinate 4 services to communities that are directed to the poor and disadvantaged 5 through private and public nonprofit organizations and units of general 6 purpose local governments. The department shall coordinate these 7 programs using, to the extent possible, integrated case management 8 methods, with other community and economic development efforts that 9 promote self-sufficiency.

10 (2) These services may include, but not be limited to, comprehensive education services to preschool children from low-income 11 families, providing for human service needs and advocacy, promoting 12 13 volunteerism and citizen service as a means for accomplishing local 14 community and economic development goals, coordinating and providing 15 emergency food assistance to distribution centers and needy 16 individuals, and providing for human service needs through community-17 based organizations.

(3) The department shall provide local communities and at-risk 18 19 individuals with programs that provide community protection and assist 20 in developing strategies to reduce substance abuse. The department shall administer programs that develop collaborative approaches to 21 prevention, intervention, and interdiction programs. The department 22 23 shall administer programs that support crime victims, address youth and domestic violence problems, provide indigent defense for low-income 24 25 persons, border town disputes, and administer family services and 26 programs to promote the state's policy as provided in RCW 74.14A.025. 27 (((4) The department shall provide fire protection and emergency 28 management services to support and strengthen local capacity for 29 controlling risk to life, property, and community vitality that may 30 result from fires, emergencies, and disasters.))

31 **Sec. 363.** RCW 43.330.210 and 2000 c 120 s 5 are each amended to 32 read as follows:

33 The developmental disabilities endowment governing board is 34 established to design and administer the developmental disabilities 35 endowment. To the extent funds are appropriated for this purpose, the 36 director of the department of community((, trade, and economic)) 37 development shall provide staff and administrative support to the 38 governing board. (1) The governing board shall consist of seven members as follows:
 (a) Three of the members, who shall be appointed by the governor,
 shall be persons who have demonstrated expertise and leadership in
 areas such as finance, actuarial science, management, business, or
 public policy.

6 (b) Three members of the board, who shall be appointed by the 7 governor, shall be persons who have demonstrated expertise and 8 leadership in areas such as business, developmental disabilities 9 service design, management, or public policy, and shall be family 10 members of persons with developmental disabilities.

(c) The seventh member of the board, who shall serve as chair of the board, shall be appointed by the remaining six members of the board.

14 (2) Members of the board shall serve terms of four years and may be 15 appointed for successive terms of four years at the discretion of the 16 appointing authority. However, the governor may stagger the terms of 17 the initial six members of the board so that approximately one-fourth 18 of the members' terms expire each year.

19 (3) Members of the board shall be compensated for their service 20 under RCW 43.03.240 and shall be reimbursed for travel expenses as 21 provided in RCW 43.03.050 and 43.03.060.

(4) The board shall meet periodically as specified by the call ofthe chair, or a majority of the board.

(5) Members of the governing board and the state investment board shall not be considered an insurer of the funds or assets of the endowment trust fund or the individual trust accounts. Neither of these two boards or their members shall be liable for the action or ((inactions [inaction])) inaction of the other.

(6) Members of the governing board and the state investment board are not liable to the state, to the fund, or to any other person as a result of their activities as members, whether ministerial or discretionary, except for willful dishonesty or intentional violations of law. The department and the state investment board, respectively, may purchase liability insurance for members.

35 **Sec. 364.** RCW 46.12.295 and 1995 c 399 s 117 are each amended to 36 read as follows:

The department of ((licensing)) community, trade, and economic
 <u>development</u> shall transfer all titling functions pertaining to mobile

homes to the housing division of the department of community((, trade, 1 2 and economic)) development by July 1, ((1991)) 2001. The department of ((licensing)) community, trade, and economic development shall transfer 3 4 all books, records, files, and documents pertaining to mobile home titling to the department of community((, trade, and economic)) 5 The directors of the departments may immediately take 6 development. such steps as are necessary to ensure that ((chapter 176, Laws of 7 8 1990)) this section is implemented ((on June 7, 1990)) July 1, 2001.

9 Sec. 365. RCW 47.12.064 and 1995 c 399 s 121 are each amended to 10 read as follows:

(1) The department shall identify and catalog real property that is 11 12 no longer required for department purposes and is suitable for the development of affordable housing for very low-income, low-income, and 13 14 moderate-income households as defined in RCW 43.63A.510 (as recodified 15 by this act). The inventory shall include the location, approximate 16 size, and current zoning classification of the property. The department shall provide a copy of the inventory to the department of 17 18 community((, trade, and economic)) development by November 1, 1993, and 19 every November 1<u>st</u> thereafter.

20 (2) By November 1<u>st</u> of each year, beginning in 1994, the department 21 shall purge the inventory of real property of sites that are no longer 22 available for the development of affordable housing. The department 23 shall include an updated listing of real property that has become 24 available since the last update. As used in this section, "real 25 property" means buildings, land, or buildings and land.

26 **Sec. 366.** RCW 47.50.090 and 1995 c 399 s 124 are each amended to 27 read as follows:

(1) The department shall develop, adopt, and maintain an access
 control classification system for all routes on the state highway
 system, the purpose of which shall be to provide for the implementation
 and continuing applications of the provision of this chapter.

(2) The principal component of the access control classification
system shall be access management standards, the purpose of which shall
be to provide specific minimum standards to be adhered to in the
planning for and approval of access to state highways.

36 (3) The control classification system shall be developed consistent 37 with the following:

(a) The department shall, no later than January 1, 1993, adopt 1 2 rules setting forth procedures governing the implementation of the access control classification system required by this chapter. 3 The 4 rule shall provide for input from the entities described in (b) of this 5 subsection as well as for public meetings to discuss the access control classification system. Nothing in this chapter shall affect the 6 validity of the department's existing or subsequently adopted rules 7 concerning access to the state highway system. Such rules shall remain 8 9 in effect until repealed or replaced by the rules required by this 10 chapter.

(b) The access control classification system shall be developed in cooperation with counties, cities and towns, the department of community((, trade, and economic)) development, regional transportation planning organizations, and other local governmental entities, and for city streets designated as state highways pursuant to chapter 47.24 RCW, adopted with the concurrence of the city design standards committee.

18 (c) The rule required by this section shall provide that assignment 19 of a road segment to a specific access category be made in 20 consideration of the following criteria:

(i) Local land use plans and zoning, as set forth in comprehensiveplans;

(ii) The current functional classification as well as potential
 future functional classification of each road on the state highway
 system;

26 (iii) Existing and projected traffic volumes;

(iv) Existing and projected state, local, and metropolitan planningorganization transportation plans and needs;

29 (v) Drainage requirements;

30 (vi) The character of lands adjoining the highway;

31 (vii) The type and volume of traffic requiring access;

32 (viii) Other operational aspects of access;

(ix) The availability of reasonable access by way of county roadsand city streets to a state highway; and

(x) The cumulative effect of existing and projected connections on
 the state highway system's ability to provide for the safe and
 efficient movement of people and goods within the state.

38 (d) Access management standards shall include, but not be limited39 to, connection location standards, safety factors, design and

construction standards, desired levels of service, traffic control
 devices, and effective maintenance of the roads. The standards shall
 also contain minimum requirements for the spacing of connections,
 intersecting streets, roads, and highways.

5 (e) An access control category shall be assigned to each segment of6 the state highway system by July 1, 1993.

7 **Sec. 367.** RCW 53.36.030 and 1996 c 66 s 1 are each amended to read 8 as follows:

9 (1)(a) Except as provided in (b) of this subsection, a port 10 district may at any time contract indebtedness or borrow money for 11 district purposes and may issue general obligation bonds therefor not 12 exceeding an amount, together with any existing indebtedness of the 13 district not authorized by the voters, of one-fourth of one percent of 14 the value of the taxable property in the district.

15 (b) Port districts having less than eight hundred million dollars 16 in value of taxable property during 1991 may at any time contract indebtedness or borrow money for port district purposes and may issue 17 18 general obligation bonds therefor not exceeding an amount, combined with existing indebtedness of the district not authorized by the 19 voters, of three-eighths of one percent of the value of the taxable 20 property in the district. Prior to contracting for any indebtedness 21 authorized by this subsection (1)(b), the port district must have a 22 23 comprehensive plan for harbor improvements or industrial development 24 and a long-term financial plan approved by the department of 25 community((, trade, and economic)) development. The department of community((, trade, and economic)) development is immune from any 26 27 liability for its part in reviewing or approving port district's improvement or development plans, or financial plans. Any indebtedness 28 29 authorized by this subsection (1)(b) may be used only to acquire or 30 construct a facility, and, prior to contracting for such indebtedness, the port district must have a lease contract for a minimum of five 31 years for the facility to be acquired or constructed by the debt. 32

33 (2) With the assent of three-fifths of the voters voting thereon at 34 a general or special port election called for that purpose, a port 35 district may contract indebtedness or borrow money for district 36 purposes and may issue general obligation bonds therefor provided the 37 total indebtedness of the district at any such time shall not exceed three-fourths of one percent of the value of the taxable property in
 the district.

(3) In addition to the indebtedness authorized under subsections 3 4 (1) and (2) of this section, port districts having less than two hundred million dollars in value of taxable property and operating a 5 municipal airport may at any time contract indebtedness or borrow money 6 7 for airport capital improvement purposes and may issue general 8 obligation bonds therefor not exceeding an additional one-eighth of one 9 percent of the value of the taxable property in the district without authorization by the voters; and, with the assent of three-fifths of 10 the voters voting thereon at a general or special port election called 11 12 for that purpose, may contract indebtedness or borrow money for airport 13 capital improvement purposes and may issue general obligation bonds therefor for an additional three-eighths of one percent provided the 14 15 total indebtedness of the district for all port purposes at any such 16 time shall not exceed one and one-fourth percent of the value of the 17 taxable property in the district.

(4) Any port district may issue general district bonds evidencing any indebtedness, payable at any time not exceeding fifty years from the date of the bonds. Any contract for indebtedness or borrowed money authorized by RCW 53.36.030(1)(b) shall not exceed twenty-five years. The bonds shall be issued and sold in accordance with chapter 39.46 RCW.

(5) Elections required under this section shall be held as providedin RCW 39.36.050.

(6) For the purpose of this section, "indebtedness of the district" shall not include any debt of a countywide district with a population less than twenty-five hundred people when the debt is secured by a mortgage on property leased to the federal government; and the term value of the taxable property" shall have the meaning set forth in RCW 39.36.015.

32 (7) This section does not apply to a loan made under a loan 33 agreement under chapter 39.69 RCW, and a computation of indebtedness 34 under this chapter must exclude the amount of a loan under such a loan 35 agreement.

36 **Sec. 368.** RCW 54.16.285 and 1995 c 399 s 144 are each amended to 37 read as follows:

(1) A district providing utility service for residential space
 heating shall not terminate such utility service between November 15<u>th</u>
 through March 15<u>th</u> if the customer:

4 (a) Notifies the utility of the inability to pay the bill, including a security deposit. This notice should be provided within 5 five business days of receiving a payment overdue notice unless there 6 7 are extenuating circumstances. If the customer fails to notify the 8 utility within five business days and service is terminated, the 9 customer can, by paying reconnection charges, if any, and fulfilling 10 the requirements of this section, receive the protections of this 11 chapter;

(b) Provides self-certification of household income for the prior 12 13 twelve months to a grantee of the department of community((, trade, and economic)) development which administers federally funded energy 14 15 assistance programs. The grantee shall determine that the household 16 income does not exceed the maximum allowed for eligibility under the 17 state's plan for low-income energy assistance under 42 U.S.C. 8624 and shall provide a dollar figure that is seven percent of household 18 The grantee may verify information provided in the self-19 income. 20 certification;

(c) Has applied for home heating assistance from applicable government and private sector organizations and certifies that any assistance received will be applied to the current bill and future utility bills;

(d) Has applied for low-income weatherization assistance to the utility or other appropriate agency if such assistance is available for the dwelling;

(e) Agrees to a payment plan and agrees to maintain the payment 28 plan. The plan will be designed both to pay the past due bill by the 29 30 following October 15<u>th</u> and to pay for continued utility service. Ιf the past due bill is not paid by the following October 15th, the 31 customer shall not be eligible for protections under this chapter until 32 33 the past due bill is paid. The plan shall not require monthly payments 34 in excess of seven percent of the customer's monthly income plus one-35 twelfth of any arrearage accrued from the date application is made and thereafter during November 15th through March 15th. A customer may 36 37 agree to pay a higher percentage during this period, but shall not be in default unless payment during this period is less than seven percent 38 39 of monthly income plus one-twelfth of any arrearage accrued from the

date application is made and thereafter. If assistance payments are
 received by the customer subsequent to implementation of the plan, the
 customer shall contact the utility to reformulate the plan; and

4 5 (f) Agrees to pay the moneys owed even if he or she moves.

(2) The utility shall:

6 (a) Include in any notice that an account is delinquent and that 7 service may be subject to termination, a description of the customer's 8 duties in this section;

9 (b) Assist the customer in fulfilling the requirements under this 10 section;

(c) Be authorized to transfer an account to a new residence when a customer who has established a plan under this section moves from one residence to another within the same utility service area;

(d) Be permitted to disconnect service if the customer fails to 14 15 honor the payment program. Utilities may continue to disconnect 16 service for those practices authorized by law other than for nonpayment 17 as provided for in this section. Customers who qualify for payment plans under this section who default on their payment plans and are 18 19 disconnected can be reconnected and maintain the protections afforded 20 under this chapter by paying reconnection charges, if any, and by paying all amounts that would have been due and owing under the terms 21 of the applicable payment plan, absent default, on the date on which 22 23 service is reconnected; and

(e) Advise the customer in writing at the time it disconnects
service that it will restore service if the customer contacts the
utility and fulfills the other requirements of this section.

27 (3) All districts providing utility service for residential space heating shall offer residential customers the option of a budget 28 billing or equal payment plan. The budget billing or equal payment 29 30 plan shall be offered low-income customers eligible under the state's plan for low-income energy assistance prepared in accordance with 42 31 U.S.C. 8624(C)(1) without limiting availability to certain months of 32 the year, without regard to the length of time the customer has 33 occupied the premises, and without regard to whether the customer is 34 35 the tenant or owner of the premises occupied.

(4) An agreement between the customer and the utility, whether oral
 or written, shall not waive the protections afforded under this
 chapter.

1 sec. 369. RCW 54.52.010 and 1995 c 399 s 145 are each amended to
2 read as follows:

3 A public utility district may include along with, or as part of its 4 regular customer billings, a request for voluntary contributions to assist qualified low-income residential customers of the district in 5 paying their electricity bills. All funds received by the district in 6 7 response to such requests shall be transmitted to the grantee of the 8 department of community((, trade, and economic)) development which 9 administers federally funded energy assistance programs for the state 10 in the district's service area or to a charitable organization within the district's service area. All such funds shall be used solely to 11 supplement assistance to low-income residential customers of the 12 district in paying their electricity bills. The grantee or charitable 13 organization shall be responsible to determine which of the district's 14 15 customers are qualified for low-income assistance and the amount of 16 assistance to be provided to those who are qualified.

17 **Sec. 370.** RCW 54.52.020 and 1995 c 399 s 146 are each amended to 18 read as follows:

All assistance provided under this chapter shall be disbursed by 19 the grantee or charitable organization. Where possible the public 20 utility district will be paid on behalf of the customer by the grantee 21 22 or the charitable organization. When direct vendor payment is not 23 feasible, a check will be issued jointly payable to the customer and 24 the public utility district. The availability of funds for assistance 25 to a district's low-income customers as a result of voluntary contributions shall not reduce the amount of assistance for which the 26 27 district's customers are eligible under the federally funded energy assistance programs administered by the grantee of the department of 28 29 community((, trade, and economic)) development within the district's 30 service area. The grantee or charitable organization shall provide the district with a quarterly report on January 15th, April 15th, July 31 15th, and October 15th which includes information concerning the total 32 33 amount of funds received from the district, the names of all recipients 34 of assistance from these funds, the amount received by each recipient, 35 and the amount of funds received from the district currently on hand 36 and available for future low-income assistance.

1 sec. 371. RCW 57.46.010 and 1996 c 230 s 1401 are each amended to
2 read as follows:

3 A district may include along with, or as part of its regular 4 customer billings, a request for voluntary contributions to assist qualified low-income residential customers of the district in paying 5 their district bills. All funds received by the district in response 6 7 to such requests shall be transmitted to the grantee of the department 8 of community((, trade, and economic)) development which administers 9 federally funded energy assistance programs for the state in the 10 district's service area or to a charitable organization within the district's service area. All such funds shall be used solely to 11 supplement assistance to low-income residential customers of the 12 district in paying their district bills. The grantee or charitable 13 organization shall be responsible to determine which of the district's 14 15 customers are qualified for low-income assistance and the amount of 16 assistance to be provided to those who are qualified.

17 **Sec. 372.** RCW 57.46.020 and 1996 c 230 s 1402 are each amended to 18 read as follows:

All assistance provided under this chapter shall be disbursed by 19 the grantee or charitable organization. Where possible the district 20 shall be paid on behalf of the customer by the grantee or the 21 22 charitable organization. When direct vendor payment is not feasible, 23 a check shall be issued jointly payable to the customer and the 24 district. The availability of funds for assistance to a district's 25 low-income customers as a result of voluntary contributions shall not reduce the amount of assistance for which the district's customers are 26 eligible under the federally funded energy assistance programs 27 administered by the grantee of the department of community((, trade, 28 29 and economic)) development within the district's service area. The grantee or charitable organization shall provide the district with a 30 quarterly report on January 15th, April 15th, July 15th, and October 31 15th which includes information concerning the total amount of funds 32 33 received from the district, the names of all recipients of assistance 34 from these funds, the amount received by each recipient, and the amount 35 of funds received from the district currently on hand and available for 36 future low-income assistance.

1 **Sec. 373.** RCW 59.18.440 and 1997 c 452 s 17 are each amended to 2 read as follows:

3 (1) Any city, town, county, or municipal corporation that is 4 required to develop a comprehensive plan under RCW 36.70A.040(1) is 5 authorized to require, after reasonable notice to the public and a public hearing, property owners to provide their portion of reasonable 6 7 relocation assistance to low-income tenants upon the demolition, 8 substantial rehabilitation whether due to code enforcement or any other reason, or change of use of residential property, or upon the removal 9 10 of use restrictions in an assisted-housing development. No city, town, county, or municipal corporation may require property owners to provide 11 relocation assistance to low-income tenants, as defined in this 12 chapter, upon the demolition, substantial rehabilitation, upon the 13 change of use of residential property, or upon the removal of use 14 15 restrictions in an assisted-housing development, except as expressly 16 authorized herein or when authorized or required by state or federal law. As used in this section, "assisted housing development" means a 17 multifamily rental housing development that either receives government 18 19 assistance and is defined as federally assisted housing in RCW 20 59.28.020, or that receives other federal, state, or local government assistance and is subject to use restrictions. 21

(2) As used in this section, "low-income tenants" means tenants whose combined total income per dwelling unit is at or below fifty percent of the median income, adjusted for family size, in the county where the tenants reside.

The department of community((, trade, and economic)) development shall adopt rules defining county median income in accordance with the definitions promulgated by the federal department of housing and urban development.

30 (3) A requirement that property owners provide relocation 31 assistance shall include the amounts of such assistance to be provided 32 to low-income tenants. In determining such amounts, the jurisdiction 33 imposing the requirement shall evaluate, and receive public testimony 34 on, what relocation expenses displaced tenants would reasonably incur 35 in that jurisdiction including:

36

(a) Actual physical moving costs and expenses;

37 (b) Advance payments required for moving into a new residence such
38 as the cost of first and last month's rent and security and damage
39 deposits;

1 (c) Utility connection fees and deposits; and

2 (d) Anticipated additional rent and utility costs in the residence3 for one year after relocation.

4 (4)(a) Relocation assistance provided to low-income tenants under 5 this section shall not exceed two thousand dollars for each dwelling unit displaced by actions of the property owner under subsection (1) of 6 7 this section. A city, town, county, or municipal corporation may make 8 future annual adjustments to the maximum amount of relocation 9 assistance required under this subsection in order to reflect any 10 changes in the housing component of the consumer price index as published by the United States department of labor, bureau of labor 11 statistics. 12

(b) The property owner's portion of any relocation assistance provided to low-income tenants under this section shall not exceed onehalf of the required relocation assistance under (a) of this subsection in cash or services.

(c) The portion of relocation assistance not covered by the property owner under (b) of this subsection shall be paid by the city, town, county, or municipal corporation authorized to require relocation assistance under subsection (1) of this section. The relocation assistance may be paid from proceeds collected from the excise tax imposed under RCW 82.46.010.

23 (5) A city, town, county, or municipal corporation requiring the 24 provision of relocation assistance under this section shall adopt 25 policies, procedures, or regulations to implement such requirement. 26 Such policies, procedures, or regulations shall include provisions for 27 administrative hearings to resolve disputes between tenants and property owners relating to relocation assistance or unlawful detainer 28 actions during relocation, and shall require a decision within thirty 29 30 days of a request for a hearing by either a tenant or property owner.

Judicial review of an administrative hearing decision relating to relocation assistance may be had by filing a petition, within ten days of the decision, in the superior court in the county where the residential property is located. Judicial review shall be confined to the record of the administrative hearing and the court may reverse the decision only if the administrative findings, inferences, conclusions, or decision is:

38 (a) In violation of constitutional provisions;

1 (b) In excess of the authority or jurisdiction of the 2 administrative hearing officer;

3 (c) Made upon unlawful procedure or otherwise is contrary to law; 4 or

5

(d) Arbitrary and capricious.

6 (6) Any city, town, county, or municipal corporation may require 7 relocation assistance, under the terms of this section, for otherwise 8 eligible tenants whose living arrangements are exempted from the 9 provisions of this chapter under RCW 59.18.040(3) and if the living 10 arrangement is considered to be a rental or lease not defined as a 11 retail sale under RCW 82.04.050.

12 (7)(a) Persons who move from a dwelling unit prior to the 13 application by the owner of the dwelling unit for any governmental 14 permit necessary for the demolition, substantial rehabilitation, or 15 change of use of residential property or prior to any notification or 16 filing required for condominium conversion shall not be entitled to the 17 assistance authorized by this section.

(b) Persons who move into a dwelling unit after the application for 18 19 any necessary governmental permit or after any required condominium 20 conversion notification or filing shall not be entitled to the assistance authorized by this section if such persons receive written 21 22 notice from the property owner prior to taking possession of the 23 dwelling unit that specifically describes the activity or condition that may result in their temporary or permanent displacement and 24 25 advises them of their ineligibility for relocation assistance.

26 **Sec. 374.** RCW 59.21.010 and 1998 c 124 s 1 are each amended to 27 read as follows:

28 Unless the context clearly requires otherwise, the definitions in 29 this section apply throughout this chapter.

(1) "Director" means the director of the department of community((7)
 trade, and economic)) development.

32 (2) "Department" means the department of community((, trade, and
 33 economic)) development.

34 (3) "Fund" means the mobile home park relocation fund established35 under RCW 59.21.050.

(4) "Mobile home park" or "park" means real property that is rented
or held out for rent to others for the placement of two or more mobile
homes for the primary purpose of production of income, except where the

real property is rented or held out for rent for seasonal recreational
 purpose only and is not intended for year-round occupancy.

3 (5) "Landlord" or "park-owner" means the owner of the mobile home 4 park that is being closed at the time relocation assistance is 5 provided.

6 (6) "Relocate" means to remove the mobile home from the mobile home7 park being closed.

8 (7) "Relocation assistance" means the monetary assistance provided9 under this chapter.

10 **Sec. 375.** RCW 59.22.020 and 1995 c 399 s 155 are each amended to 11 read as follows:

12 The following definitions shall apply throughout this chapter 13 unless the context clearly requires otherwise:

14 (1) "Account" means the mobile home affairs account created under15 RCW 59.22.070.

16 (2) "Affordable" means that, where feasible, low-income residents 17 should not pay more than thirty percent of their monthly income for 18 housing costs.

(3) "Conversion costs" includes the cost of acquiring the mobile home park, the costs of planning and processing the conversion, the costs of any needed repairs or rehabilitation, and any expenditures required by a government agency or lender for the project.

(4) "Department" means the department of community((, trade, and
 economic)) development.

25 (5) "Fee" means the mobile home title transfer fee imposed under 26 RCW 59.22.080.

(6) "Fund" or "park purchase account" means the mobile home parkpurchase account created pursuant to RCW 59.22.030.

(7) "Housing costs" means the total cost of owning, occupying, andmaintaining a mobile home and a lot or space in a mobile home park.

(8) "Individual interest in a mobile home park" means any interest which is fee ownership or a lesser interest which entitles the holder to occupy a lot or space in a mobile home park for a period of not less than either fifteen years or the life of the holder. Individual interests in a mobile home park include, but are not limited to, the following:

37 (a) Ownership of a lot or space in a mobile home park or38 subdivision;

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(b) A membership or shares in a stock cooperative, or a limited
 equity housing cooperative; or

3 (c) Membership in a nonprofit mutual benefit corporation which 4 owns, operates, or owns and operates the mobile home park.

5 (9) "Low-income resident" means an individual or household who 6 resided in the mobile home park prior to application for a loan 7 pursuant to this chapter and with an annual income at or below eighty 8 percent of the median income for the county of standard metropolitan 9 statistical area of residence. Net worth shall be considered in the 10 calculation of income with the exception of the resident's mobile/ 11 manufactured home which is used as their primary residence.

12 (10) "Low-income spaces" means those spaces in a mobile home park 13 operated by a resident organization which are occupied by low-income 14 residents.

15 (11) "Mobile home park" means a mobile home park, as defined in RCW 16 59.20.030(((4))), or a manufactured home park subdivision as defined by 17 RCW 59.20.030(((6))) created by the conversion to resident ownership of 18 a mobile home park.

19 (12) "Resident organization" means a group of mobile home park residents who have formed a nonprofit corporation, cooperative 20 corporation, or other entity or organization for the purpose of 21 acquiring the mobile home park in which they reside and converting the 22 mobile home park to resident ownership. The membership of a resident 23 24 organization shall include at least two-thirds of the households 25 residing in the mobile home park at the time of application for 26 assistance from the department.

(13) "Resident ownership" means, depending on the context, either the ownership, by a resident organization, as defined in this section, of an interest in a mobile home park which entitles the resident organization to control the operations of the mobile home park for a term of no less than fifteen years, or the ownership of individual interests in a mobile home park, or both.

33 (14) "Landlord" shall have the same meaning as it does in RCW 34 59.20.030.

35 (15) "Manufactured housing" means residences constructed on one or 36 more chassis for transportation, and which bear an insignia issued by 37 a state or federal regulatory agency indication compliance with all 38 applicable construction standards of the United States department of 39 housing and urban development. 1 (16) "Mobile home" shall have the same meaning as it does in RCW 2 46.04.302.

3 (17) "Mobile home lot" shall have the same meaning as it does in 4 RCW 59.20.030.

5 (18) "Tenant" means a person who rents a mobile home lot for a term 6 of one month or longer and owns the mobile home on the lot.

7 Sec. 376. RCW 59.22.090 and 1998 c 245 s 105 are each amended to 8 read as follows:

9 (1) A manufactured housing task force is established to study and 10 make recommendations concerning the structure state government should 11 use to regulate manufactured housing in this state. In conducting this 12 study, the task force shall review the structures used in other states, including those states with a commission structure. The task force 13 14 shall consider the report prepared by the department of licensing, the 15 department of labor and industries, and the department of community((τ) 16 trade, and economic)) development on consolidating mobile home-related functions in conducting its study. The task force may not consider any 17 18 form of mobile home rent control, but shall consider mobile home park 19 siting and density regulatory issues.

20 (2) The task force shall terminate on December 31, 1992.

21 (3) The task force shall consist of the following members:

(a) Two members of the house of representatives appointed by the
 speaker of the house of representatives, from different political
 caucuses;

25 (b) Two members of the senate appointed by the president of the 26 senate, from different political caucuses;

(c) Two members who represent mobile home park owners, appointed bythe governor;

29 (d) Two members who represent mobile home owners, appointed by the 30 governor;

31 (e) One member who represents mobile home manufacturers, appointed32 by the governor;

33 (f) One member who represents mobile home dealers, appointed by the 34 governor;

35 (g) One member who represents mobile home transporters, appointed 36 by the governor;

37 (h) One member who represents local building officials, appointed38 by the governor;

(i) One member who is either an elected or appointed government
 official of a county with a population of one hundred thousand or more
 persons, appointed by the governor;

4 (j) One member who is either an elected or appointed government 5 official of a county with a population of less than one hundred 6 thousand persons, appointed by the governor;

7 (k) One member who is either an elected or appointed government
8 official of a city with a population of thirty-five thousand persons,
9 appointed by the governor;

(1) One member who is either an elected or appointed government official of a city with a population of less than thirty-five thousand persons, appointed by the governor;

13 (m) One member who represents local health officials, appointed by 14 the governor; and

(n) The director, or the director's designee from the department of community((, trade, and economic)) development, the department of licensing, the department of labor and industries, and the attorney general's office. The designees shall be nonvoting, ex officio members of the task force.

20 (4) The members of the task force shall select the chair or co-21 chairs of the task force.

(5) Staff assistance for the task force will be provided by legislative staff and staff from the agencies or offices listed in subsection (3)(n) of this section.

25 **Sec. 377.** RCW 59.24.020 and 1995 c 399 s 157 are each amended to 26 read as follows:

department of community((, trade, and economic)) 27 (1)The development shall establish the rental security deposit guarantee 28 29 program. Through this program the department of community((, trade, and economic)) development shall provide grants and technical 30 assistance to local governments or nonprofit corporations, including 31 32 local housing authorities as defined in RCW 35.82.030, who operate 33 emergency housing shelters or transitional housing programs. The 34 grants are to be used for the payment of residential rental security deposits under this chapter. The technical assistance is to help the 35 36 local government or nonprofit corporation apply for grants and carry out the program. In order to be eligible for grants under this 37 program, the recipient local government or nonprofit corporation shall 38

1 provide fifteen percent of the total amount needed for the security 2 deposit. The security deposit may include last month's rent where such 3 rent is required as a normal practice by the landlord.

4 (2) The grants and matching funds shall be placed by the recipient 5 local government or nonprofit corporation in a revolving loan fund and deposited in a bank or savings institution in an account that is 6 7 separate from all other funds of the recipient. The funds and interest 8 earned on these funds shall be utilized only as collateral to guarantee 9 the payment of a security deposit required by a residential rental 10 property owner as a condition for entering into a rental agreement with 11 a prospective tenant.

(3) Prospective tenants who are eligible to participate in the 12 13 rental security deposit guarantee program shall be limited to homeless persons or families who are residing in an emergency shelter or 14 15 transitional housing operated by a local government or a nonprofit 16 corporation, or to families who are temporarily residing in a park, 17 car, or are otherwise without adequate shelter. The local government or nonprofit corporation shall make a determination regarding the 18 19 person's or family's eligibility to participate in this program and a 20 determination that a local rental unit is available for occupation. A determination of eligibility shall include, but is not limited to: (a) 21 A determination that the person or family is homeless or is in 22 transitional housing; (b) a verification of income and that the person 23 24 or family can reasonably make the monthly rental payment; and (c) a 25 determination that the person or family does not have the financial 26 resources to make the rental security deposit.

27 Sec. 378. RCW 59.24.050 and 1995 c 399 s 158 are each amended to 28 read as follows:

29 The department of community((, trade, and economic)) development 30 may adopt rules to implement this chapter, including but not limited (1) The eligibility of and the application process for local 31 to: governments and nonprofit corporations; (2) the criteria by which 32 33 grants and technical assistance shall be provided to local governments 34 and nonprofit corporations; and (3) the criteria local governments and nonprofit corporations shall use in entering into contracts with 35 36 tenants and rental property owners.

1 sec. 379. RCW 59.24.060 and 1995 c 399 s 159 are each amended to
2 read as follows:

3 The department of community((, trade, and economic)) development 4 may receive such gifts, grants, or endowments from public or private sources, as may be made from time to time, in trust or otherwise, to be 5 used by the department of community((, trade, and economic)) 6 7 development for its programs, including the rental security deposit 8 guarantee program. Funds from the housing trust fund, chapter 43.185 9 RCW, up to one hundred thousand dollars, may be used for the rental 10 security deposit guarantee program by the department of community((7 11 trade, and economic)) development, local governments, and nonprofit organizations, provided all the requirements of this chapter and 12 13 chapter 43.185 RCW are met.

14 **Sec. 380.** RCW 59.28.040 and 2000 c 255 s 3 are each amended to 15 read as follows:

16 Except as provided in RCW 59.28.030, all owners of federally assisted housing shall, at least twelve months before the expiration of 17 18 the rental assistance contract or prepayment of a mortgage or loan, 19 serve a written notice of the anticipated expiration or prepayment date on each tenant household residing in the housing, on the clerk of the 20 city, or county if in an unincorporated area, in which the property is 21 located, on any public housing agency that would be responsible for 22 23 administering tenant-based rental assistance to persons who would 24 otherwise be displaced from this housing, and on the department of community((, trade, and economic)) development, by regular and 25 certified mail. All owners of federally assisted housing shall also 26 serve written notice of the anticipated expiration or prepayment date 27 on each tenant household that moves into the housing after the initial 28 29 notice has been given, but before the expiration of the rental 30 assistance contract or prepayment of the mortgage or loan. This notice shall be given before a new tenant is asked to execute a rental 31 32 agreement or required to pay any deposits.

33 **Sec. 381.** RCW 59.28.050 and 1995 c 399 s 161 are each amended to 34 read as follows:

This chapter shall not in any way prohibit an owner of federally assisted housing from terminating a rental assistance contract or prepaying a mortgage or loan. The requirement in this chapter for

1 notice shall not be construed as conferring any new or additional 2 regulatory power upon the city or county clerk or upon the department 3 of community((, trade, and economic)) development.

4 **Sec. 382.** RCW 59.28.060 and 2000 c 255 s 4 are each amended to 5 read as follows:

(1) The notice to tenants required by RCW 59.28.040 shall state: 6 7 (a) Whether the owner (i) intends to prepay the mortgage or loan or 8 allow the rental assistance contract to expire in order to operate the 9 housing without any low-income use restrictions, (ii) plans on renewing the rental assistance contract subject to the availability of adequate 10 11 appropriations, or (iii) is seeking additional financial incentives or 12 higher rents as a condition of remaining in the federal program; (b) the reason the owner plans on taking this action; (c) the owner's plans 13 14 for the project, including any timetables or deadlines for actions to 15 be taken by the owner and any specific federal, state, or local agency approvals that the owner is required to obtain; (d) the anticipated 16 date of the prepayment of the mortgage or loan or expiration of the 17 18 rental assistance contract; (e) the effect, if any, that prepayment of 19 the mortgage or loan or expiration of the rental assistance contract will have upon the tenants' rent and other terms of their rental 20 agreement; and (f) that additional information will be served on the 21 22 city or county, on the local public housing agency, and on the 23 department of community((, trade, and economic)) development and will 24 be posted at the development. The owner shall also include with the 25 notice written information, prepared by the department of community((7 trade, and economic)) development under RCW 59.28.120(1), concerning 26 the legal rights, responsibilities, and options of owners and tenants 27 28 when an owner intends to prepay a mortgage or loan or terminate a 29 rental assistance contract.

30 (2) The notice to the city or county clerk and to the department of community((, trade, and economic)) development required by RCW 31 32 59.28.040 shall state: (a) The name, location, and project number of 33 the federally assisted housing and the type of assistance received from 34 the federal government; (b) the number and size of units; (c) the age, race, family size, and estimated incomes of the tenants who will be 35 36 affected by the prepayment of the loan or mortgage or expiration of the 37 federal assistance contract; (d) the current rents and projected rent increases for each affected tenant after the prepayment of the mortgage 38

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or loan or expiration of the rental assistance contract without 1 disclosing the identities of the affected tenants; (e) the availability 2 and type, if any, of rental assistance after the prepayment of the 3 4 mortgage or loan or expiration of the rental assistance contract; and 5 (f) the age, race, family size, and estimated incomes of any applicants on the project's waiting list without disclosing the identities of the 6 7 applicants. The owner shall attach to this notice a copy of the notice 8 the owner sends to the tenants under this chapter.

9 (3) All owners of federally assisted housing shall immediately post 10 a copy of any notices they send the city or county clerk, any public 11 housing agency, and the department of community((, trade, and 12 economic)) development, under RCW 59.28.040, in a conspicuous place at 13 the development where they are likely to be seen by current and 14 prospective tenants. The notices shall be maintained intact and in 15 legible form for twelve months from the date they are posted.

16 All owners of federally assisted housing shall, upon request of any 17 state or local agency, provide the agency with a copy of any rent comparability study, market analysis, or projected budget that they 18 19 submit to the United States department of housing and urban development 20 or other federal agency in conjunction with the prepayment of their mortgage or loan or in anticipation of the expiration of their rental 21 22 assistance contract, together with any physical inspection reports or 23 capital needs assessments completed by the owner or federal agency within the last three years. 24

25 **Sec. 383.** RCW 66.08.195 and 1995 c 159 s 2 are each amended to 26 read as follows:

27 For the purposes of this chapter:

(1) "Border area" means any incorporated city or town located
 within seven miles of the Washington-Canadian border or any
 unincorporated area that is a point of land surrounded on three sides
 by saltwater and adjacent to the Canadian border.

32 (2) "Border area per-capita law-enforcement spending" equals total 33 per capita expenditures in a border area on: Law enforcement operating 34 costs, court costs, law enforcement-related insurance, and detention 35 expenses, minus funds allocated to a border area under RCW 66.08.190 36 and 66.08.196.

(3) "Border-crossing traffic total" means the number of vehicles,vessels, and aircraft crossing into the United States through a United

States customs service border crossing that enter into the border area during a federal fiscal year, using border crossing statistics and criteria included in guidelines adopted by the department of community((, trade, and economic)) development.

5 (4) "Border-related crime statistic" means the sum of infractions 6 and citations issued, and arrests of persons permanently residing 7 outside Washington state in a border area during a calendar year.

8 **sec. 384.** RCW 66.08.198 and 1995 c 159 s 4 are each amended to 9 read as follows:

10 The department of community((, trade, and economic)) development 11 shall develop guidelines to determine the figures used under the three 12 distribution factors defined in RCW 66.08.195. At the request of any 13 border community, the department may review these guidelines once every 14 three years.

15 **Sec. 385.** RCW 67.38.070 and 1995 c 399 s 167 are each amended to 16 read as follows:

17 The comprehensive cultural arts, stadium and convention plan 18 adopted by the district shall be reviewed by the department of 19 community((, trade, and economic)) development to determine:

(1) Whether the plan will enhance the progress of the state andprovide for the general welfare of the population; and

22 (2) Whether such plan is eligible for matching federal funds.

23 After reviewing the comprehensive cultural arts, stadium and 24 convention plan, the department of community((, trade, and economic)) 25 development shall have sixty days in which to approve such plan and to certify to the state treasurer that such district shall be eligible to 26 27 receive funds. To be approved a plan shall provide for coordinated 28 cultural arts, stadium and convention planning, and be consistent with 29 the public cultural arts, stadium and convention coordination criteria in a manner prescribed by chapter 35.60 RCW. In the event such 30 31 comprehensive plan is disapproved and ruled ineligible to receive 32 funds, the department of community((, trade, and economic)) development 33 shall provide written notice to the district within thirty days as to the reasons for such plan's disapproval and such ineligibility. The 34 35 district may resubmit such plan upon reconsideration and correction of such deficiencies cited in such notice of disapproval. 36

1 sec. 386. RCW 68.60.030 and 1995 c 399 s 168 are each amended to
2 read as follows:

3 (1)(a) The archaeological and historical division of the department 4 community((, trade, and economic)) development may grant by of nontransferable certificate authority to maintain and protect an 5 abandoned cemetery upon application made by a preservation organization 6 7 which has been incorporated for the purpose of restoring, maintaining, 8 and protecting an abandoned cemetery. Such authority shall be limited 9 to the care, maintenance, restoration, protection, and historical 10 preservation of the abandoned cemetery, and shall not include authority to make burials, unless specifically granted by the cemetery board. 11

(b) Those preservation and maintenance corporations that are 12 13 granted authority to maintain and protect an abandoned cemetery shall be entitled to hold and possess burial records, maps, and other 14 15 historical documents as may exist. Maintenance and preservation 16 corporations that are granted authority to maintain and protect an 17 abandoned cemetery shall not be liable to those claiming burial rights, ancestral ownership, or to any other person or organization alleging to 18 19 have control by any form of conveyance not previously recorded at the 20 county auditor's office within the county in which the abandoned cemetery exists. Such organizations shall not be liable for any 21 reasonable alterations made during restoration work on memorials, 22 23 roadways, walkways, features, plantings, or any other detail of the 24 abandoned cemetery.

(c) Should the maintenance and preservation corporation be dissolved, the archaeological and historical division of the department of community((, trade, and economic)) development shall revoke the certificate of authority.

(d) Maintenance and preservation corporations that are granted authority to maintain and protect an abandoned cemetery may establish care funds pursuant to chapter 68.44 RCW, and shall report in accordance with chapter 68.44 RCW to the state cemetery board.

(2) Except as provided in subsection (1) of this section, the department of community((, trade, and economic)) development may, in its sole discretion, authorize any Washington nonprofit corporation that is not expressly incorporated for the purpose of restoring, maintaining, and protecting an abandoned cemetery, to restore, maintain, and protect one or more abandoned cemeteries. The authorization may include the right of access to any burial records,

1 maps, and other historical documents, but shall not include the right 2 to be the permanent custodian of original records, maps, or documents. 3 This authorization shall be granted by a nontransferable certificate of 4 authority. Any nonprofit corporation authorized and acting under this 5 subsection is immune from liability to the same extent as if it were a 6 preservation organization holding a certificate of authority under 7 subsection (1) of this section.

8 (3) The department of community((, trade, and economic)) 9 development shall establish standards and guidelines for granting 10 certificates of authority under subsections (1) and (2) of this section 11 to assure that any restoration, maintenance, and protection activities 12 authorized under this subsection are conducted and supervised in an 13 appropriate manner.

14 **Sec. 387.** RCW 70.05.125 and 1998 c 266 s 1 are each amended to 15 read as follows:

16 (1) The county public health account is created in the state treasury. Funds deposited in the county public health account shall be 17 18 distributed by the state treasurer to each local public health 19 jurisdiction based upon amounts certified to it by the department of community((, trade, and economic)) development in consultation with the 20 Washington state association of counties. 21 The account shall include funds distributed under RCW ((82.44.110 and)) 82.14.200(8) and such 22 23 funds as are appropriated to the account from the health services 24 account under RCW 43.72.900, the public health services account under 25 RCW 43.72.902, and such other funds as the legislature may appropriate to it. 26

(2)(a) The director of the department of community((, trade, and economic)) development shall certify the amounts to be distributed to each local public health jurisdiction using 1995 as the base year of actual city contributions to local public health.

(b) Only if funds are available and in an amount no greater than 31 available funds under RCW 82.14.200(8), the department of community((-, -)32 trade, and economic)) development shall adjust the amount certified 33 34 under (a) of this subsection to compensate for any annexation of an area with fifty thousand residents or more to any city as a result of 35 36 a petition during calendar year 1996 or 1997, or for any city that became newly incorporated as a result of an election during calendar 37 year 1994 or 1995. The amount to be adjusted shall be equal to the 38

1 amount which otherwise would have been lost to the health jurisdiction 2 due to the annexation or incorporation as calculated using the 3 jurisdiction's 1995 funding formula.

4 (c) The county treasurer shall certify the actual 1995 city 5 contribution to the department. Funds in excess of the base shall be 6 distributed proportionately among the health jurisdictions based on 7 incorporated population figures as last determined by the office of 8 financial management.

9 (3) Moneys distributed under this section shall be expended 10 exclusively for local public health purposes.

11 **Sec. 388.** RCW 70.94.537 and 1997 c 250 s 5 are each amended to 12 read as follows:

(1) A twenty-eight member state commute trip reduction task forceis established as follows:

(a) The secretary of the department of transportation or thesecretary's designee who shall serve as chair;

(b) The director of the department of ecology or the director'sdesignee;

19 (c) The director of the department of community((, trade, and 20 economic)) development or the director's designee;

(d) The director of the department of general administration or thedirector's designee;

(e) Three representatives from counties appointed by the governor
 from a list of at least six recommended by the Washington state
 association of counties;

(f) Three representatives from cities and towns appointed by the governor from a list of at least six recommended by the association of Washington cities;

(g) Three representatives from transit agencies appointed by the governor from a list of at least six recommended by the Washington state transit association;

(h) Twelve representatives of employers at or owners of major worksites in Washington appointed by the governor from a list recommended by the association of Washington business or other statewide business associations representing major employers, provided that every affected county shall have at least one representative; and (i) Three citizens appointed by the governor.

Members of the commute trip reduction task force shall serve 1 2 without compensation but shall be reimbursed for travel expenses as provided in RCW 43.03.050 and 43.03.060. 3 Members appointed by the 4 governor shall be compensated in accordance with RCW 43.03.220. The task force has all powers necessary to carry out its duties as 5 prescribed by this chapter. The task force shall be dissolved on July 6 7 1, 2006.

8 (2) By March 1, 1992, the commute trip reduction task force shall 9 establish guidelines for commute trip reduction plans. The guidelines 10 are intended to ensure consistency in commute trip reduction plans and goals among jurisdictions while fairly taking into account differences 11 in employment and housing density, employer size, existing and 12 anticipated levels of transit service, special employer circumstances, 13 and other factors the task force determines to be relevant. 14 The 15 guidelines shall include:

16

(a) Criteria for establishing commute trip reduction zones;

(b) Methods and information requirements for determining base year values of the proportion of single-occupant vehicle commute trips and the commute trip vehicle miles traveled per employee and progress toward meeting commute trip reduction plan goals;

21

(c) Model commute trip reduction ordinances;

(d) Methods for assuring consistency in the treatment of employers
who have worksites subject to the requirements of this chapter in more
than one jurisdiction;

(e) An appeals process by which major employers, who as a result of special characteristics of their business or its locations would be unable to meet the requirements of a commute trip reduction plan, may obtain a waiver or modification of those requirements and criteria for determining eligibility for waiver or modification;

(f) Methods to ensure that employers shall receive full credit for the results of transportation demand management efforts and commute trip reduction programs which have been implemented by major employers prior to the base year;

(g) Alternative commute trip reduction goals for major employers
 which cannot meet the goals of this chapter because of the unique
 nature of their business;

(h) Alternative commute trip reduction goals for major employers
 whose worksites change and who contribute substantially to traffic
 congestion in a trip reduction zone; and

(i) Methods to insure that employers receive credit for scheduling
 changes enacted pursuant to the criteria identified in RCW
 70.94.527(11).

4 (3) The task force shall work with jurisdictions, major employers, 5 and other parties to develop and implement a public awareness campaign 6 designed to increase the effectiveness of local commute trip reduction 7 programs and support achievement of the objectives identified in this 8 chapter.

9 (4) The task force shall assess the commute trip reduction options 10 available to employers other than major employers and make recommendations to the legislature by October 1, 1992. 11 The recommendations shall include the minimum size of employer who shall be 12 13 required to implement trip reduction programs and the appropriate methods those employers can use to accomplish trip reduction goals. 14

15 (5) The task force shall review progress toward implementing 16 commute trip reduction plans and programs and the costs and benefits of 17 reduction plans and commute trip programs and shall make recommendations to the legislature by December 1, 1995, December 1, 18 19 1999, December 1, 2001, December 1, 2003, and December 1, 2005. In assessing the costs and benefits, the task force shall consider the 20 costs of not having implemented commute trip reduction plans and 21 22 programs. The task force shall examine other transportation demand management programs nationally and incorporate its findings into its 23 24 recommendations to the legislature. The recommendations shall address 25 the need for continuation, modification, or termination or any or all 26 requirements of this chapter. The recommendations made December 1, shall include recommendations regarding extension of the 27 1995, requirements of this chapter to employers with fifty or more full-time 28 29 employees at a single worksite who begin their regular work day between 30 6:00 a.m. and 9:00 a.m. on weekdays for more than twelve continuous 31 months.

32 Sec. 389. RCW 70.95.260 and 1995 c 399 s 189 are each amended to 33 read as follows:

The department shall in addition to its other powers and duties: (1) Cooperate with the appropriate federal, state, interstate and local units of government and with appropriate private organizations in carrying out the provisions of this chapter.

(2) Coordinate the development of a solid waste management plan for 1 2 all areas of the state in cooperation with local government, the 3 department of community((, trade, and economic)) development, and other 4 appropriate state and regional agencies. The plan shall relate to 5 solid waste management for twenty years in the future and shall be reviewed biennially, revised as necessary, and extended so that 6 7 perpetually the plan shall look to the future for twenty years as a 8 guide in carrying out a state coordinated solid waste management 9 program. The plan shall be developed into a single integrated document 10 and shall be adopted no later than October 1990. The plan shall be revised regularly after its initial completion so that local 11 governments revising local comprehensive solid waste management plans 12 13 can take advantage of the data and analysis in the state plan.

14 (3) Provide technical assistance to any person as well as to15 cities, counties, and industries.

16 (4) Initiate, conduct, and support research, demonstration 17 projects, and investigations, and coordinate research programs 18 pertaining to solid waste management systems.

(5) Develop statewide programs to increase public awareness of and participation in tire recycling, and to stimulate and encourage local private tire recycling centers and public participation in tire recycling.

(6) May, under the provisions of the Administrative Procedure Act,
 chapter 34.05 RCW, as now or hereafter amended, from time to time
 promulgate such rules ((and regulations)) as are necessary to carry out
 the purposes of this chapter.

27 **Sec. 390.** RCW 70.95.265 and 1995 c 399 s 190 are each amended to 28 read as follows:

The department shall work closely with the department of community((, trade, and economic)) development, the department of general administration, and with other state departments and agencies, the Washington state association of counties, the association of Washington cities, and business associations, to carry out the objectives and purposes of chapter 41, Laws of 1975-'76 2nd ex. sess.

35 **Sec. 391.** RCW 70.95.810 and 1998 c 245 s 132 are each amended to 36 read as follows:

(1) In order to establish the feasibility of composting food and
 yard wastes, the department shall provide funds, as available, to local
 governments submitting a proposal to compost such wastes.

4 The department, in cooperation with the department (2) of 5 community((, trade, and economic)) development, may approve an application if the project can demonstrate the essential parameters for б 7 successful composting, including, but not limited to, costeffectiveness, handling and safety requirements, and current and 8 potential markets. 9

10 **Sec. 392.** RCW 70.105.020 and 1994 c 264 s 42 are each amended to 11 read as follows:

12 The department after notice and public hearing shall:

(1) Adopt regulations designating as extremely hazardous wastes subject to the provisions of this chapter those substances which exhibit characteristics consistent with the definition provided in RCW 70.105.010(6);

(2) Adopt and may revise when appropriate, minimum standards and 17 18 regulations for disposal of extremely hazardous wastes to protect against hazards to the public, and to the environment. Before adoption 19 of such standards and regulations, the department shall consult with 20 appropriate agencies of interested local governments and secure 21 22 technical assistance from the department of agriculture, the department 23 of social and health services, the department of fish and wildlife, the 24 department of natural resources, the department of labor and 25 industries, and the department of community((, trade, and economic)) development, through the director of fire protection. 26

27 **Sec. 393.** RCW 70.114A.070 and 1995 c 220 s 7 are each amended to 28 read as follows:

29 The department of community((, trade, and economic)) development shall contract with private, nonprofit corporations to provide 30 31 technical assistance to any private individual or nonprofit 32 organization wishing to construct temporary or permanent worker 33 housing. The assistance may include information on state and local application and approval procedures, information or assistance in 34 35 applying for federal, state, or local financial assistance, including tax incentives, information on cost-effective housing designs, or any 36 37 other assistance the department of community((, trade, and economic))

1 development may deem helpful in obtaining the active participation of 2 private individuals or groups in constructing or operating temporary or 3 permanent worker housing.

4 Sec. 394. RCW 70.119A.170 and 1997 c 218 s 4 are each amended to 5 read as follows:

(1) A drinking water assistance account is created in the state 6 7 treasury. Such subaccounts as are necessary to carry out the purposes 8 of this chapter are permitted to be established within the account. 9 The purpose of the account is to allow the state to use any federal funds that become available to states from congress to fund a state 10 revolving loan fund program as part of the reauthorization of the 11 12 federal safe drinking water act. Expenditures from the account may only be made by the secretary, the public works board, or the 13 14 department of community((, trade, and economic)) development, after 15 appropriation. Moneys in the account may only be used, consistent with 16 federal law, to assist water systems to provide safe drinking water through a program administered through the department of health, the 17 18 public works board, and the department of community((, trade, and 19 economic)) development and for other activities authorized under federal law. Money may be placed in the account from the proceeds of 20 bonds when authorized by the legislature, transfers from other state 21 22 funds or accounts, federal capitalization grants or other financial 23 assistance, all repayments of moneys borrowed from the account, all 24 interest payments made by borrowers from the account or otherwise 25 earned on the account, or any other lawful source. All interest earned on moneys deposited in the account, including repayments, shall remain 26 27 in the account and may be used for any eligible purpose. Moneys in the account may only be used to assist local governments and water systems 28 29 to provide safe and reliable drinking water, for other services and 30 assistance authorized by federal law to be funded from these federal funds, and to administer the program. 31

(2) The department and the public works board shall establish and maintain a program to use the moneys in the drinking water assistance account as provided by the federal government under the safe drinking water act. The department and the public works board, in consultation with purveyors, local governments, local health jurisdictions, financial institutions, commercial construction interests, other state agencies, and other affected and interested parties, shall by January

1, 1999, adopt final joint rules and requirements for the provision of 1 financial assistance to public water systems as authorized under 2 Prior to the effective date of the final rules, the 3 federal law. 4 department and the public works board may establish and utilize guidelines for the sole purpose of ensuring the timely procurement of 5 financial assistance from the federal government under the safe 6 7 drinking water act, but such guidelines shall be converted to rules by 8 January 1, 1999. The department and the public works board shall make 9 every reasonable effort to ensure the state's receipt and disbursement of federal funds to eligible public water systems as quickly as 10 possible after the federal government has made them available. 11 By December 15, 1997, the department and the public works board shall 12 provide a report to the appropriate committees of the legislature 13 reflecting the input from the affected interests and parties on the 14 15 status of the program. The report shall include significant issues and 16 concerns, the status of rule making and guidelines, and a plan for the 17 adoption of final rules.

(3) If the department, public works board, or any other department, 18 19 agency, board, or commission of state government participates in providing service under this section, the administering entity shall 20 endeavor to provide cost-effective and timely services. Mechanisms to 21 provide cost-effective and timely services include: (a) Adopting 22 federal guidelines by reference into administrative rules; (b) using 23 24 existing management mechanisms rather than creating new administrative 25 structures; (c) investigating the use of service contracts, either with 26 other governmental entities or with nongovernmental service providers; 27 (d) the use of joint or combined financial assistance applications; and (e) any other method or practice designed to streamline and expedite 28 29 the delivery of services and financial assistance.

30 (4) The department shall have the authority to establish assistance 31 priorities and carry out oversight and related activities, other than financial administration, with respect to assistance provided with 32 The department, the public works board, and the 33 federal funds. 34 department of community((, trade, and economic)) development shall jointly develop, with the assistance of water purveyors and other 35 affected and interested parties, a memorandum of understanding setting 36 37 forth responsibilities and duties for each of the parties. The 38 memorandum of understanding at a minimum, shall include:

(a) Responsibility for developing guidelines for providing 1 2 assistance to public water systems and related oversight prioritization responsibilities including requirements 3 and oversight for 4 prioritization of loans or other financial assistance to public water 5 systems;

(b) Department submittal of preapplication information to the б 7 public works board for review and comment;

8 (c) Department submittal of a prioritized list of projects to the 9 public works board for determination of:

10

(i) Financial capability of the applicant; and

(ii) Readiness to proceed, or the ability of the applicant to 11 promptly commence the project; 12

(d) A process for determining consistency with existing water 13 resource planning and management, including coordinated water supply 14 15 plans, regional water resource plans, and comprehensive plans under the growth management act, chapter 36.70A RCW; 16

17 (e) A determination of:

(i) Least-cost solutions, including consolidation and restructuring 18 19 of small systems, where appropriate, into more economical units;

20

(ii) The provision of regional facilities;

(iii) Projects and activities that facilitate compliance with the 21 federal safe drinking water act; and 22

(iv) Projects and activities that are intended to achieve the 23 24 public health objectives of federal and state drinking water laws;

25 (f) Implementation of water conservation and other demand 26 management measures consistent with state guidelines for water 27 utilities;

(g) Assistance for the necessary planning and engineering to assure 28 that consistency, coordination, and proper professional review are 29 30 incorporated into projects or activities proposed for funding;

31 (h) Minimum standards for water system capacity, financial viability, and water system planning; 32

(i) Testing and evaluation of the water quality of the state's 33 34 public water system to assure that priority for financial assistance is 35 provided to systems and areas with threats to public health from contaminated supplies and reduce in appropriate cases the substantial 36 37 increases in costs and rates that customers of small systems would otherwise incur under the monitoring and testing requirements of the 38 39 federal safe drinking water act;

(j) Coordination, to the maximum extent possible, with other state programs that provide financial assistance to public water systems and state programs that address existing or potential water quality or drinking contamination problems;

5 (k) Definitions of "affordability" and "disadvantaged community" 6 that are consistent with these and similar terms in use by other state 7 or federal assistance programs;

8 (1) Criteria for the financial assistance program for public water9 systems, which shall include, but are not limited to:

(i) Determining projects addressing the most serious risk to humanhealth;

(ii) Determining the capacity of the system to effectively manage
its resources, including meeting state financial viability criteria;
and

(iii) Determining the relative benefit to the community served; and (m) Ensure that each agency fulfills the audit, accounting, and reporting requirements under federal law for its portion of the administration of this program.

19 (5) The department and the public works board shall begin the 20 process to disburse funds no later than October 1, 1997, and shall 21 adopt such rules as are necessary under chapter 34.05 RCW to administer 22 the program by January 1, 1999.

23 **Sec. 395.** RCW 70.125.030 and 2000 c 54 s 1 are each amended to 24 read as follows:

As used in this chapter and unless the context indicates otherwise: (1) "Core services" means treatment services for victims of sexual assault including information and referral, crisis intervention, medical advocacy, legal advocacy, support, system coordination, and prevention for potential victims of sexual assault.

30 (2) "Department" means the department of community((, trade, and 31 economic)) development.

32 (3) "Law enforcement agencies" means police and sheriff's33 departments of this state.

(4) "Personal representative" means a friend, relative, attorney,
 or employee or volunteer from a community sexual assault program or
 specialized treatment service provider.

37 (5) "Rape crisis center" means a community-based social service38 agency which provides services to victims of sexual assault.

1 (6) "Community sexual assault program" means a community-based 2 social service agency that is qualified to provide and provides core 3 services to victims of sexual assault.

- 4 (7) "Sexual assault" means one or more of the following:
- 5 (a) Rape or rape of a child;
- 6 (b) Assault with intent to commit rape or rape of a child;
- 7 (c) Incest or indecent liberties;
- 8 (d) Child molestation;

9 (e) Sexual misconduct with a minor;

- 10 (f) Custodial sexual misconduct;
- 11 (g) Crimes with a sexual motivation; or
- 12 (h) An attempt to commit any of the aforementioned offenses.

(8) "Specialized services" means treatment services for victims of
 sexual assault including support groups, therapy, and specialized
 sexual assault medical examination.

(9) "Victim" means any person who suffers physical and/or mentalanguish as a proximate result of a sexual assault.

18 sec. 396. RCW 70.164.020 and 1995 c 399 s 199 are each amended to 19 read as follows:

20 Unless the context clearly requires otherwise, the definitions in 21 this section apply throughout this chapter.

(1) "Department" means the department of community((, trade, and
 economic)) development.

(2) "Energy assessment" means an analysis of a dwelling unit to
 determine the need for cost-effective energy conservation measures as
 determined by the department.

(3) "Household" means an individual or group of individuals livingin a dwelling unit as defined by the department.

(4) "Low income" means household income that is at or below onehundred twenty-five percent of the federally established poverty level.

(5) "Nonutility sponsor" means any sponsor other than a public service company, municipality, public utility district, mutual or cooperative, furnishing gas or electricity used to heat low-income residences.

(6) "Residence" means a dwelling unit as defined by the department.
 (7) "Sponsor" means any entity that submits a proposal under RCW
 70.164.040, including but not limited to any local community action
 agency, community service agency, or any other participating agency or

any public service company, municipality, public utility district,
 mutual or cooperative, or any combination of such entities that jointly
 submits a proposal.

4 (8) "Sponsor match" means the share, if any, of the cost of 5 weatherization to be paid by the sponsor.

6 (9) "Weatherization" means materials or measures, and their 7 installation, that are used to improve the thermal efficiency of a 8 residence.

9 (10) "Weatherizing agency" means any approved department grantee or 10 any public service company, municipality, public utility district, 11 mutual or cooperative, or other entity that bears the responsibility 12 for ensuring the performance of weatherization of residences under this 13 chapter and has been approved by the department.

14 **Sec. 397.** RCW 70.190.010 and 1996 c 132 s 2 are each amended to 15 read as follows:

16 Unless the context clearly requires otherwise, the definitions in 17 this section apply throughout this chapter.

18 (1) "Administrative costs" means the costs associated with 19 procurement; payroll processing; personnel functions; management; 20 maintenance and operation of space and property; data processing and 21 computer services; accounting; budgeting; auditing; indirect costs; and 22 organizational planning, consultation, coordination, and training.

(2) "Assessment" has the same meaning as provided in RCW 43.70.010.
(3) "At-risk" children are children who engage in or are victims of at-risk behaviors.

26 (4) "At-risk behaviors" means violent delinquent acts, teen 27 substance abuse, teen pregnancy and male parentage, teen suicide 28 attempts, dropping out of school, child abuse or neglect, and domestic 29 violence.

30 (5) "Community public health and safety networks" or "networks"31 means the organizations authorized under RCW 70.190.060.

32 (6) "Comprehensive plan" means a two-year plan that examines 33 available resources and unmet needs for a county or multicounty area, 34 barriers that limit the effective use of resources, and a plan to 35 address these issues that is broadly supported by local residents.

36 (7) "Participating state agencies" means the office of the 37 superintendent of public instruction, the department of social and 38 health services, the department of health, the employment security department, the department of community((, trade, and economic))
 development, and such other departments as may be specifically
 designated by the governor.

4 (8) "Family policy council" or "council" means the superintendent of public instruction, the secretary of social and health services, the 5 secretary of health, the commissioner of the employment security 6 7 department, and the director of the department of community((, trade, 8 and economic)) development or their designees, one legislator from each 9 caucus of the senate and house of representatives, and one 10 representative of the governor.

(9) "Fiduciary interest" means (a) the right to compensation from 11 a health, educational, social service, or justice system organization 12 13 that receives public funds, or (b) budgetary or policy-making authority for an organization listed in (a) of this subsection. A person who 14 15 acts solely in an advisory capacity and receives no compensation from a health, educational, social service, or justice system organization, 16 17 and who has no budgetary or policy-making authority is deemed to have no fiduciary interest in the organization. 18

19 (10) "Outcome" or "outcome based" means defined and measurable 20 outcomes used to evaluate progress in reducing the rate of at-risk 21 children and youth through reducing risk factors and increasing 22 protective factors.

23 (11) "Matching funds" means an amount no less than twenty-five 24 percent of the amount budgeted for a network. The network's matching 25 funds may be in-kind goods and services. Funding sources allowable for 26 match include appropriate federal or local levy funds, private 27 charitable funding, and other charitable giving. Basic education funds shall not be used as a match. State general funds shall not be used as 28 29 a match for violence reduction and drug enforcement account funds 30 created under RCW 69.50.520.

(12) "Policy development" has the same meaning as provided in RCW43.70.010.

(13) "Protective factors" means those factors determined by the department of health to be empirically associated with behaviors that contribute to socially acceptable and healthy nonviolent behaviors. Protective factors include promulgation, identification, and acceptance of community norms regarding appropriate behaviors in the area of delinquency, early sexual activity, alcohol and substance abuse, 1 educational opportunities, employment opportunities, and absence of 2 crime.

3 (14) "Risk factors" means those factors determined by the 4 department of health to be empirically associated with at-risk 5 behaviors that contribute to violence.

6 **Sec. 398.** RCW 72.09.055 and 1995 c 399 s 202 are each amended to 7 read as follows:

8 (1) The department shall identify and catalog real property that is 9 no longer required for department purposes and is suitable for the development of affordable housing for very low-income, low-income, and 10 moderate-income households as defined in RCW 43.63A.510 (as recodified 11 12 by this act). The inventory shall include the location, approximate size, and current zoning classification of the property. 13 The 14 department shall provide a copy of the inventory to the department of 15 community((, trade, and economic)) development by November 1, 1993, and every November 1<u>st</u> thereafter. 16

(2) By November 1st of each year, beginning in 1994, the department shall purge the inventory of real property of sites that are no longer available for the development of affordable housing. The department shall include an updated listing of real property that has become available since the last update. As used in this section, "real property" means buildings, land, or buildings and land.

23 **Sec. 399.** RCW 72.65.210 and 1998 c 245 s 142 are each amended to 24 read as follows:

(1) The department shall establish, by rule, inmate eligibilitystandards for participation in the work release program.

27 (2) The department shall:

(a) Conduct an annual examination of each work release facility andits security procedures;

30 (b) Investigate and set standards for the inmate supervision 31 policies of each work release facility;

(c) Establish physical standards for future work release structures
 to ensure the safety of inmates, employees, and the surrounding
 communities;

35 (d) Evaluate its recordkeeping of serious infractions to determine 36 if infractions are properly and consistently assessed against inmates 37 eligible for work release; 1 (e) The department shall establish a written treatment plan best 2 suited to the inmate's needs, cost, and the relationship of community 3 placement and community corrections officers to a system of case 4 management;

5 (f) Adopt a policy to encourage businesses employing work release 6 inmates to contact the appropriate work release facility whenever an 7 inmate is absent from his or her work schedule. The department of 8 corrections shall provide each employer with written information and 9 instructions on who should be called if a work release employee is 10 absent from work or leaves the job site without authorization; and

(g) Develop a siting policy, in conjunction with cities, counties, 11 12 community groups, and the department of community((, trade, and 13 economic)) development for the establishment of additional work release facilities. Such policy shall include at least the following elements: 14 Guidelines for appropriate site selection of work-release 15 (i) 16 facilities; (ii) notification requirements to local government and 17 community groups of intent to site a work release facility; and (iii) guidelines for effective community relations by the work release 18 19 program operator.

The department shall comply with the requirements of this section by July 1, 1990.

22 **Sec. 400.** RCW 74.08A.010 and 1997 c 58 s 103 are each amended to 23 read as follows:

(1) A family that includes an adult who has received temporary
assistance for needy families for sixty months after July 27, 1997,
shall be ineligible for further temporary assistance for needy families
assistance.

(2) For the purposes of applying the rules of this section, the department shall count any month in which an adult family member received a temporary assistance for needy families cash assistance grant unless the assistance was provided when the family member was a minor child and not the head of the household or married to the head of the household.

(3) The department shall refer recipients who require specialized
assistance to appropriate department programs, crime victims' programs
through the department of community((, trade, and economic))
development, or the crime victims' compensation program of the
department of labor and industries.

(4) The department may exempt a recipient and the recipient's 1 family from the application of subsection (1) of this section by reason 2 3 of hardship or if the recipient meets the family violence options of 4 section 402(A)(7) of Title IVA of the federal social security act as amended by P.L. 104-193. The number of recipients and their families 5 exempted from subsection (1) of this section for a fiscal year shall 6 7 not exceed twenty percent of the average monthly number of recipients 8 and their families to which assistance is provided under the temporary 9 assistance for needy families program.

10 (5) The department shall not exempt a recipient and his or her 11 family from the application of subsection (1) of this section until 12 after the recipient has received fifty-two months of assistance under 13 this chapter.

14 **Sec. 401.** RCW 74.14B.060 and 1996 c 123 s 8 are each amended to 15 read as follows:

(1) Treatment services for children who have been sexually 16 assaulted must be designed and delivered in a manner that accommodates 17 18 their unique developmental needs and also considers the impact of family dynamics on treatment issues. In addition, the complexity of 19 the civil and criminal justice systems requires that children who are 20 21 involved receive appropriate consideration and attention that 22 recognizes their unique vulnerability in a system designed primarily 23 for adults.

(2) The department of community((, trade, and economic))
development shall provide, subject to available funds, comprehensive
sexual assault services to sexually abused children and their families.
The department shall provide treatment services by qualified,
registered, certified, or licensed professionals on a one-to-one or
group basis as may be deemed appropriate.

30 (3) Funds appropriated under this section shall be provided solely 31 for contracts or direct purchase of specific treatment services from 32 community organizations and private service providers for child victims 33 of sexual assault and sexual abuse. Funds shall be disbursed through 34 the request for proposal or request for qualifications process.

35 (4) As part of the request for proposal or request for 36 qualifications process the department of community((, trade, and 37 economic)) development shall ensure that there be no duplication of 38 services with existing programs including the crime victims'

1 compensation program as provided in chapter 7.68 RCW. The department 2 shall also ensure that victims exhaust private insurance benefits 3 available to the child victim before providing services to the child 4 victim under this section.

5 **Sec. 402.** RCW 79A.30.050 and 1995 c 200 s 6 are each amended to 6 read as follows:

7 (1) If the authority and state agencies find it mutually beneficial to do so, they are authorized to collaborate and cooperate on projects 8 9 of shared interest. Agencies authorized to collaborate with the authority include but are not limited to: 10 The commission for 11 activities and projects related to public recreation; the department of 12 agriculture for projects related to the equine agricultural industry; the department of community((, trade, and economic)) development with 13 14 respect to community and economic development and tourism issues 15 associated with development of the state horse park; Washington State 16 University with respect to opportunities for animal research, education, and extension; the department of ecology with respect to 17 18 opportunities for making the state horse park's waste treatment facilities a demonstration model for the handling of waste to protect 19 water quality; and with local community colleges with respect to 20 programs related to horses, economic development, business, and 21 22 tourism.

(2) The authority shall cooperate with 4-H clubs, pony clubs, youth groups, and local park departments to provide youth recreational activities. The authority shall also provide for preferential use of an area of the horse park facility for youth and the disabled at nominal cost.

28 **Sec. 403.** RCW 79A.50.100 and 1995 c 399 s 209 are each amended to 29 read as follows:

30 (1) A public hearing may be held prior to any withdrawal of state 31 trust lands and shall be held prior to any revocation of withdrawal or 32 modification of withdrawal of state trust lands used for recreational 33 purposes by the department of natural resources or by other state 34 agencies.

(2) The department shall cause notice of the withdrawal, revocation
 of withdrawal or modification of withdrawal of state trust lands as
 described in subsection (1) of this section to be published by

advertisement once a week for four weeks prior to the public hearing in 1 2 at least one newspaper published and of general circulation in the county or counties in which the state trust lands are situated, and by 3 causing a copy of said notice to be posted in a conspicuous place in 4 the department's Olympia office, in the district office in which the 5 land is situated, and in the office of the county auditor in the county 6 where the land is situated thirty days prior to the public hearing. 7 8 The notice shall specify the time and place of the public hearing and 9 shall describe with particularity each parcel of state trust lands 10 involved in said hearing.

(3) The board of natural resources shall administer the hearingaccording to its prescribed rules and regulations.

13 (4) The board of natural resources shall determine the most 14 beneficial use or combination of uses of the state trust lands. Its 15 decision will be conclusive as to the matter: PROVIDED, HOWEVER, That 16 said decisions as to uses shall conform to applicable state plans and 17 policy guidelines adopted by the department of community((, trade, and 18 economic)) development.

19 Sec. 404. RCW 80.28.010 and 1995 c 399 s 211 are each amended to 20 read as follows:

(1) All charges made, demanded or received by any gas company,
electrical company or water company for gas, electricity or water, or
for any service rendered or to be rendered in connection therewith,
shall be just, fair, reasonable and sufficient.

(2) Every gas company, electrical company and water company shall furnish and supply such service, instrumentalities and facilities as shall be safe, adequate and efficient, and in all respects just and reasonable.

(3) All rules and regulations issued by any gas company, electrical
 company or water company, affecting or pertaining to the sale or
 distribution of its product, shall be just and reasonable.

32 (4) Utility service for residential space heating shall not be
 33 terminated between November 15<u>th</u> through March 15<u>th</u> if the customer:

(a) Notifies the utility of the inability to pay the bill,
including a security deposit. This notice should be provided within
five business days of receiving a payment overdue notice unless there
are extenuating circumstances. If the customer fails to notify the
utility within five business days and service is terminated, the

1 customer can, by paying reconnection charges, if any, and fulfilling 2 the requirements of this section, receive the protections of this 3 chapter;

4 (b) Provides self-certification of household income for the prior 5 twelve months to a grantee of the department of community((, trade, and economic)) development which administers federally funded energy 6 7 assistance programs. The grantee shall determine that the household 8 income does not exceed the maximum allowed for eligibility under the state's plan for low-income energy assistance under 42 U.S.C. 8624 and 9 10 shall provide a dollar figure that is seven percent of household 11 income. The grantee may verify information provided in the self-12 certification;

13 (c) Has applied for home heating assistance from applicable 14 government and private sector organizations and certifies that any 15 assistance received will be applied to the current bill and future 16 utility bills;

(d) Has applied for low-income weatherization assistance to the utility or other appropriate agency if such assistance is available for the dwelling;

20 (e) Agrees to a payment plan and agrees to maintain the payment plan. The plan will be designed both to pay the past due bill by the 21 following October 15<u>th</u> and to pay for continued utility service. 22 Ιf the past due bill is not paid by the following October 15th, the 23 24 customer shall not be eligible for protections under this chapter until 25 the past due bill is paid. The plan shall not require monthly payments 26 in excess of seven percent of the customer's monthly income plus one-27 twelfth of any arrearage accrued from the date application is made and thereafter during November 15th through March 15th. A customer may 28 agree to pay a higher percentage during this period, but shall not be 29 30 in default unless payment during this period is less than seven percent of monthly income plus one-twelfth of any arrearage accrued from the 31 date application is made and thereafter. If assistance payments are 32 33 received by the customer subsequent to implementation of the plan, the 34 customer shall contact the utility to reformulate the plan; and

35 (f) Agrees to pay the moneys owed even if he or she moves.

36 (5) The utility shall:

(a) Include in any notice that an account is delinquent and that
 service may be subject to termination, a description of the customer's
 duties in this section;

(b) Assist the customer in fulfilling the requirements under this
 section;

3 (c) Be authorized to transfer an account to a new residence when a 4 customer who has established a plan under this section moves from one 5 residence to another within the same utility service area;

б (d) Be permitted to disconnect service if the customer fails to 7 Utilities may continue to disconnect honor the payment program. service for those practices authorized by law other than for nonpayment 8 9 as provided for in this subsection. Customers who qualify for payment 10 plans under this section who default on their payment plans and are disconnected can be reconnected and maintain the protections afforded 11 under this chapter by paying reconnection charges, if any, and by 12 13 paying all amounts that would have been due and owing under the terms of the applicable payment plan, absent default, on the date on which 14 15 service is reconnected; and

16 (e) Advise the customer in writing at the time it disconnects 17 service that it will restore service if the customer contacts the 18 utility and fulfills the other requirements of this section.

(6) A payment plan implemented under this section is consistentwith RCW 80.28.080.

Every gas company and electrical company shall offer 21 (7) residential customers the option of a budget billing or equal payment 22 23 The budget billing or equal payment plan shall be offered lowplan. 24 income customers eligible under the state's plan for low-income energy 25 assistance prepared in accordance with 42 U.S.C. 8624(C)(1) without 26 limiting availability to certain months of the year, without regard to 27 the length of time the customer has occupied the premises, and without regard to whether the customer is the tenant or owner of the premises 28 29 occupied.

30 (8) Every gas company, electrical company and water company shall 31 construct and maintain such facilities in connection with the 32 manufacture and distribution of its product as will be efficient and 33 safe to its employees and the public.

(9) An agreement between the customer and the utility, whether oral
 or written, shall not waive the protections afforded under this
 chapter.

(10) In establishing rates or charges for water service, watercompanies as defined in RCW 80.04.010 may consider the achievement of

water conservation goals and the discouragement of wasteful water use
 practices.

3 **Sec. 405.** RCW 82.14.330 and 1998 c 321 s 13 are each amended to 4 read as follows:

(1) Beginning in fiscal year 2000, the state treasurer shall 5 transfer into the municipal criminal justice assistance account for б distribution under this section from the general fund the sum of four 7 million six hundred thousand dollars divided into four equal deposits 8 9 occurring on July 1st, October 1st, January 1st, and April 1st. For each fiscal year thereafter, the state treasurer shall increase the 10 total transfer by the fiscal growth factor, as defined in RCW 11 12 43.135.025, forecast for that fiscal year by the office of financial management in November of the preceding year. The moneys deposited in 13 the municipal criminal justice assistance account for distribution 14 15 under this section, less any moneys appropriated for purposes under 16 subsection (4) of this section, shall be distributed to the cities of the state as follows: 17

18 Twenty percent appropriated for distribution shall (a) be 19 distributed to cities with a three-year average violent crime rate for each one thousand in population in excess of one hundred fifty percent 20 21 of the statewide three-year average violent crime rate for each one 22 thousand in population. The three-year average violent crime rate 23 shall be calculated using the violent crime rates for each of the 24 preceding three years from the annual reports on crime in Washington 25 state as published by the Washington association of sheriffs and police Moneys shall be distributed under this subsection (1)(a) 26 chiefs. ratably based on population as last determined by the office of 27 financial management, but no city may receive more than one dollar per 28 29 capita. Moneys remaining undistributed under this subsection at the end of each calendar year shall be distributed to the criminal justice 30 training commission to reimburse participating city law enforcement 31 32 agencies with ten or fewer full-time commissioned patrol officers the cost of temporary replacement of each officer who is enrolled in basic 33 34 law enforcement training, as provided in RCW 43.101.200.

(b) Sixteen percent shall be distributed to cities ratably based on
population as last determined by the office of financial management,
but no city may receive less than one thousand dollars.

1 The moneys deposited in the municipal criminal justice assistance 2 account for distribution under this subsection shall be distributed at 3 such times as distributions are made under RCW 82.44.150.

4 Moneys distributed under this subsection shall be expended exclusively for criminal justice purposes and shall not be used to 5 replace or supplant existing funding. Criminal justice purposes are 6 7 defined as activities that substantially assist the criminal justice system, which may include circumstances where ancillary benefit to the 8 9 civil justice system occurs, and which includes domestic violence 10 services such as those provided by domestic violence programs, community advocates, and legal advocates, as defined in RCW 70.123.020. 11 Existing funding for purposes of this subsection is defined as calendar 12 13 year 1989 actual operating expenditures for criminal justice purposes. Calendar year 1989 actual operating expenditures for criminal justice 14 15 purposes exclude the following: Expenditures for extraordinary events 16 not likely to reoccur, changes in contract provisions for criminal justice services, beyond the control of the local jurisdiction 17 receiving the services, and major nonrecurring capital expenditures. 18

(2) In addition to the distributions under subsection (1) of thissection:

(a) Fourteen percent shall be distributed to cities that have
 initiated innovative law enforcement strategies, including alternative
 sentencing and crime prevention programs. No city may receive more
 than one dollar per capita under this subsection (2)(a).

(b) Twenty percent shall be distributed to cities that have initiated programs to help at-risk children or child abuse victim response programs. No city may receive more than fifty cents per capita under this subsection (2)(b).

(c) Twenty percent shall be distributed to cities that have initiated programs designed to reduce the level of domestic violence within their jurisdictions or to provide counseling for domestic violence victims. No city may receive more than fifty cents per capita under this subsection (2)(c).

(d) Ten percent shall be distributed to cities that contract with
 another governmental agency for a majority of the city's law
 enforcement services.

Moneys distributed under this subsection shall be distributed to those cities that submit funding requests under this subsection to the department of community((, trade, and economic)) development based on

criteria developed under RCW 82.14.335. Allocation of funds shall be 1 in proportion to the population of qualified jurisdictions, but the 2 distribution to a city shall not exceed the amount of funds requested. 3 4 Cities shall submit requests for program funding to the department of 5 community((, trade, and economic)) development by November 1st of each year for funding the following year. The department shall certify to 6 7 the state treasurer the cities eligible for funding under this 8 subsection and the amount of each allocation.

9 The moneys deposited in the municipal criminal justice assistance account for distribution under this subsection, less any moneys 10 appropriated for purposes under subsection (4) of this section, shall 11 be distributed at the times as distributions are made under RCW 12 82.44.150. Moneys remaining undistributed under this subsection at the 13 14 end of each calendar year shall be distributed to the criminal justice 15 training commission to reimburse participating city law enforcement 16 agencies with ten or fewer full-time commissioned patrol officers the cost of temporary replacement of each officer who is enrolled in basic 17 law enforcement training, as provided in RCW 43.101.200. 18

19 If a city is found by the state auditor to have expended funds received under this subsection in a manner that does not comply with 20 the criteria under which the moneys were received, the city shall be 21 ineligible to receive future distributions under this subsection until 22 the use of the moneys are justified to the satisfaction of the director 23 24 or are repaid to the state general fund. The director may allow 25 noncomplying use of moneys received under this subsection upon a 26 showing of hardship or other emergent need.

27 Notwithstanding other provisions of this section, (3) the distributions to any city that substantially decriminalizes or repeals 28 29 its criminal code after July 1, 1990, and that does not reimburse the 30 county for costs associated with criminal cases under RCW 3.50.800 or 3.50.805(2), shall be made to the county in which the city is located. 31 (4) Not more than five percent of the funds deposited to the 32 municipal criminal justice assistance account shall be available for 33 34 appropriations for enhancements to the state patrol crime laboratory 35 system and the continuing costs related to these enhancements. Funds appropriated from this account for such enhancements shall not supplant 36 37 existing funds from the state general fund.

1 sec. 406. RCW 82.14.335 and 1995 c 399 s 213 are each amended to
2 read as follows:

3 The department of community((, trade, and economic)) development 4 shall adopt criteria to be used in making grants to cities under RCW 82.14.330(2). In developing the criteria, the department shall create 5 temporary advisory committee consisting of the director of 6 a 7 community((, trade, and economic)) development, two representatives 8 nominated by the association of Washington cities, and two 9 representatives nominated by the Washington association of sheriffs and 10 police chiefs.

11 **Sec. 407.** RCW 84.36.560 and 1999 c 203 s 1 are each amended to 12 read as follows:

(1) The real and personal property owned or used by a nonprofit in providing rental housing for very low-income households is exempt from taxation if:

16 (a) The benefit of the exemption inures to the nonprofit17 organization, association, or corporation;

(b) At least seventy-five percent of the occupied dwelling units inthe rental housing are occupied by very low-income households; and

20 (c) The rental housing was insured, financed, or assisted in whole 21 or in part through:

(i) A federal or state housing program administered by the
 department of community((, trade, and economic)) development; or

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(ii) An affordable housing levy authorized under RCW 84.52.105.(2) If less than seventy-five percent of the dwelling units are

(2) If less than seventy-five percent of the dwelling units are occupied by very low-income households, the rental housing used to provide housing for very low-income households is eligible for a partial exemption on the real property and a total exemption of the housing's personal property as follows:

30 (a) The partial exemption shall be allowed for each dwelling unit31 in the rental housing occupied by very low-income households.

(b) The amount of exemption shall be calculated by multiplying the assessed value of the property reasonably necessary to provide the rental housing by a fraction. The numerator of the fraction is the number of dwelling units occupied by very low-income households as of January 1st of the year for which the exemption is claimed. The denominator of the fraction is the total number of occupied dwelling units as of January 1st of the year for which exemption is claimed. (3) Rental housing for very low-income households is exempt from
 property taxation only if the nonprofit operating the housing is exempt
 from income tax under section 501(c) of the federal internal revenue
 code.

5 (4) To be exempt under this section, the property must be used 6 exclusively for the purposes for which exemption is granted, except as 7 provided in RCW 84.36.805.

8 (5) The nonprofit qualifying for the exemption under this section by providing rental housing for very low-income households may agree to 9 10 make payments to the city, county, or other political subdivision for improvements, services, and facilities furnished by the city, county, 11 or political subdivision for the benefit of the rental housing. 12 13 However, these payments shall not exceed the amount last levied as the annual tax of the city, county, or political subdivision upon the 14 15 property prior to exemption.

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(6) As used in this section:

(a) "Occupied dwelling unit" means a living unit that is occupied on January 1st of the year in which the claim for exemption is submitted;

(b) "Rental housing" means residential housing that is occupied butnot owned by very low-income households;

(c) "Very low-income households" means a single person, family, or unrelated persons living together whose income is at or below fifty percent of the median income adjusted for family size as most recently determined by the federal department of housing and urban development for the county in which the rental housing is located and in effect as of January 1st of the year the application for exemption is submitted; and

(d) "Nonprofit" means a nonprofit as defined in RCW 84.36.800 and includes a limited partnership where the nonprofit or a public corporation established under RCW 35.21.660, 35.21.670, and 35.21.730 is a general partner, or a limited liability company where the nonprofit or the public corporation is a managing member.

34 **Sec. 408.** RCW 88.02.053 and 1996 c 3 s 2 are each amended to read 35 as follows:

36 (1) The maritime historic restoration and preservation account is 37 created in the custody of the state treasurer. All receipts from the 38 voluntary donations made simultaneously with the registration of vessels under chapter 88.02 RCW shall be deposited into this account.
 These deposits are not public funds and are not subject to allotment
 procedures under chapter 43.88 RCW.

4 (2) At the end of each fiscal year, the state treasurer shall pay 5 from this account to the department of licensing an amount equal to the 6 reasonable administrative expenses of that agency for that fiscal year 7 for collecting the voluntary donations and transmitting them to the 8 state treasurer and shall pay to the state treasurer an amount equal to 9 the reasonable administrative expenses of that agency for that fiscal 10 year for maintaining the account and disbursing funds from the account.

(3) At the end of each fiscal year, the state treasurer shall pay one-half of the balance of the funds in the account after payment of the administrative costs provided in subsection (2) of this section, to the Grays Harbor historical seaport or its corporate successor and the remainder to the Steamer Virginia V foundation or its corporate successor.

(4) If either the Grays Harbor historical seaport and its corporate successors or the Steamer Virginia V foundation and its corporate successors legally ceases to exist, the state treasurer shall, at the end of each fiscal year, pay the balance of the funds in the account to the remaining organization.

22 (5) If both the Grays Harbor historical seaport and its corporate successors and the Steamer Virginia V foundation and its corporate 23 24 successors legally cease to exist, the department of licensing shall 25 discontinue the collection of the voluntary donations in conjunction 26 with the registration of vessels under RCW 88.02.052, and the balance of the funds in the account escheat to the state. If funds in the 27 account escheat to the state, one-half of the fund balance shall be 28 29 provided to the office of archaeology and historic preservation and the 30 remainder shall be deposited into the parks renewal and stewardship account. 31

(6) The secretary of state, the directors of the state historical 32 societies, the director of the office of archaeology and historic 33 34 preservation within the department of community((, trade, and 35 economic)) development, and two members representing the recreational boating community appointed by the secretary of state, shall review the 36 37 success of the voluntary donation program for maritime historic restoration and preservation established under RCW 88.02.052 and report 38 39 their findings to the appropriate legislative committees by January 31,

1998. The findings must include the progress of the program and the
 2 potential to expand the voluntary funding to other historic vessels.

3 **Sec. 409.** RCW 90.03.247 and 1996 c 186 s 523 are each amended to 4 read as follows:

5 Whenever an application for a permit to make beneficial use of public waters is approved relating to a stream or other water body for 6 7 which minimum flows or levels have been adopted and are in effect at the time of approval, the permit shall be conditioned to protect the 8 9 levels or flows. No agency may establish minimum flows and levels or similar water flow or level restrictions for any stream or lake of the 10 11 state other than the department of ecology whose authority to establish 12 is exclusive, as provided in chapter 90.03 RCW and RCW 90.22.010 and 90.54.040. The provisions of other statutes, including but not limited 13 14 to RCW ((75.20.100)) 77.55.100 and chapter 43.21C RCW, may not be 15 interpreted in a manner that is inconsistent with this section. In establishing such minimum flows, levels, or similar restrictions, the 16 department shall, during all stages of development by the department of 17 18 ecology of minimum flow proposals, consult with, and carefully consider 19 the recommendations of, the department of fish and wildlife, the department of community((, trade, and economic)) development, the 20 department of agriculture, and representatives of the affected Indian 21 22 Nothing herein shall preclude the department of fish and tribes. 23 wildlife, the department of community((, trade, and economic)) 24 development, or the department of agriculture from presenting its views 25 on minimum flow needs at any public hearing or to any person or agency, and the department of fish and wildlife, the department of community((τ) 26 trade, and economic)) development, and the department of agriculture 27 28 are each empowered to participate in proceedings of the federal energy 29 regulatory commission and other agencies to present its views on minimum flow needs. 30

31 Sec. 410. RCW 90.71.020 and 1998 c 246 s 14 are each amended to 32 read as follows:

(1) The Puget Sound action team is created. The action team shall consist of: The directors of the departments of ecology; agriculture; natural resources; fish and wildlife; and community((, trade, and economic)) development; the secretaries of the departments of health and transportation; the director of the parks and recreation

commission; the director of the interagency committee for outdoor 1 recreation; the administrative officer of the conservation commission 2 designated in RCW 89.08.050; one person representing cities, appointed 3 by the governor; one person representing counties, appointed by the 4 governor; one person representing federally recognized tribes, 5 appointed by the governor; and the chair of the action team. б The 7 action team shall also include the following ex officio nonvoting 8 members: The regional director of the United States environmental 9 protection agency; the regional administrator of the national marine 10 fisheries service; and the regional supervisor of the United States fish and wildlife service. The members representing cities and 11 counties shall each be reimbursed for travel expenses as provided in 12 RCW 43.03.050 and 43.03.060. 13

14 (2) The action team shall:

(a) Prepare a Puget Sound work plan and budget for inclusion in thegovernor's biennial budget;

(b) Coordinate monitoring and research programs as provided in RCW90.71.060;

19 (c) Work under the direction of the action team chair as provided 20 in RCW 90.71.040;

(d) Coordinate permitting requirements as necessary to expedite permit issuance for any local watershed plan developed pursuant to rules adopted under this chapter;

(e) Identify and resolve any policy or rule conflicts that may
 exist between one or more agencies represented on the action team;

26 (f) Periodically amend the Puget Sound management plan;

(g) Enter into, amend, and terminate contracts with individuals, corporations, or research institutions for the purposes of this chapter;

(h) Receive such gifts, grants, and endowments, in trust or
otherwise, for the use and benefit of the purposes of the action team.
The action team may expend the same or any income therefrom according
to the terms of the gifts, grants, or endowments;

(i) Promote extensive public participation, and otherwise seek tobroadly disseminate information concerning Puget Sound;

36 (j) Receive and expend funding from other public agencies;

(k) To reduce costs and improve efficiency, review by December 1,1996, all requirements for reports and documentation from state

agencies and local governments specified in the plan for the purpose of
 eliminating and consolidating reporting requirements; and

3 (1) Beginning in December 1998, and every two years thereafter, 4 submit a report to the appropriate policy and fiscal committees of the 5 legislature that describes and evaluates the successes and shortcomings 6 of the current work plan relative to the priority problems identified 7 for each geographic area of Puget Sound.

8 (3) By July 1, 1996, the action team shall begin developing its 9 initial work plan, which shall include the coordination of necessary 10 support staff.

11 (4) The action team shall incorporate, to the maximum extent 12 possible, the recommendations of the council regarding amendments to 13 the Puget Sound management plan and the work plan.

14 (5) All proceedings of the action team are subject to the open15 public meetings act under chapter 42.30 RCW.

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PART IV REFERENCES TO DEPARTMENT OF TRADE AND ECONOMIC DEVELOPMENT

19 **Sec. 501.** RCW 19.27A.020 and 1998 c 245 s 8 are each amended to 20 read as follows:

(1) No later than January 1, 1991, the state building code council
shall adopt rules to be known as the Washington state energy code as
part of the state building code.

24 (2) The council shall follow the legislature's standards set forth 25 in this section to adopt rules to be known as the Washington state energy code. The Washington state energy code shall be designed to 26 27 require new buildings to meet a certain level of energy efficiency, but 28 allow flexibility in building design, construction, and heating 29 equipment efficiencies within that framework. The Washington state energy code shall be designed to allow space heating equipment 30 efficiency to offset or substitute for building envelope thermal 31 performance. 32

(3) The Washington state energy code shall take into account
regional climatic conditions. Climate zone 1 shall include all
counties not included in climate zone 2. Climate zone 2 includes:
Adams, Chelan, Douglas, Ferry, Grant, Kittitas, Lincoln, Okanogan, Pend
Oreille, Spokane, Stevens, and Whitman counties.

1 (4) The Washington state energy code for residential buildings
2 shall require:

3 (a) New residential buildings that are space heated with electric 4 resistance heating systems to achieve energy use equivalent to that 5 used in typical buildings constructed with:

6 (i) Ceilings insulated to a level of R-38. The code shall contain 7 an exception which permits single rafter or joist vaulted ceilings 8 insulated to a level of R-30 (R value includes insulation only);

9 (ii) In zone 1, walls insulated to a level of R-19 (R value 10 includes insulation only), or constructed with two by four members, R-13 insulation batts, R-3.2 insulated sheathing, and other normal 11 assembly components; in zone 2 walls insulated to a level of R-24 (R 12 value includes insulation only), or constructed with two by six 13 members, R-22 insulation batts, R-3.2 insulated sheathing, and other 14 15 normal construction assembly components; for the purpose of determining 16 equivalent thermal performance, the wall U-value shall be 0.058 in zone 17 1 and 0.044 in zone 2;

(iii) Below grade walls, insulated on the interior side, to a level of R-19 or, if insulated on the exterior side, to a level of R-10 in zone 1 and R-12 in zone 2 (R value includes insulation only);

(iv) Floors over unheated spaces insulated to a level of R-30 (R
value includes insulation only);

23 (v) Slab on grade floors insulated to a level of R-10 at the 24 perimeter;

25

(vi) Double glazed windows with values not more than U-0.4;

26 (vii) In zone 1 the glazing area may be up to twenty-one percent of 27 floor area and in zone 2 the glazing area may be up to seventeen percent of floor area where consideration of the thermal resistance 28 29 values for other building components and solar heat gains through the 30 glazing result in thermal performance equivalent to that achieved with thermal resistance values for other components determined in accordance 31 with the equivalent thermal performance criteria of (a) of this 32 33 subsection and glazing area equal to fifteen percent of the floor area. 34 Throughout the state for the purposes of determining equivalent thermal 35 performance, the maximum glazing area shall be fifteen percent of the floor area; and 36

(viii) Exterior doors insulated to a level of R-5; or an exterior
 wood door with a thermal resistance value of less than R-5 and values

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1 for other components determined in accordance with the equivalent 2 thermal performance criteria of (a) of this subsection.

3 (b) New residential buildings which are space-heated with all other 4 forms of space heating to achieve energy use equivalent to that used in 5 typical buildings constructed with:

6 (i) Ceilings insulated to a level of R-30 in zone 1 and R-38 in 7 zone 2 the code shall contain an exception which permits single rafter 8 or joist vaulted ceilings insulated to a level of R-30 (R value 9 includes insulation only);

10 (ii) Walls insulated to a level of R-19 (R value includes 11 insulation only), or constructed with two by four members, R-13 12 insulation batts, R-3.2 insulated sheathing, and other normal assembly 13 components;

(iii) Below grade walls, insulated on the interior side, to a level
of R-19 or, if insulated on the exterior side, to a level of R-10 in
zone 1 and R-12 in zone 2 (R value includes insulation only);

(iv) Floors over unheated spaces insulated to a level of R-19 inzone 1 and R-30 in zone 2 (R value includes insulation only);

19 (v) Slab on grade floors insulated to a level of R-10 at the 20 perimeter;

(vi) Heat pumps with a minimum heating season performance factor
(HSPF) of 6.8 or with all other energy sources with a minimum annual
fuel utilization efficiency (AFUE) of seventy-eight percent;

(vii) Double glazed windows with values not more than U-0.65 in zone 1 and U-0.60 in zone 2. The state building code council, in consultation with the department of ((community,)) trade((-,)) and economic development, shall review these U-values, and, if economically justified for consumers, shall amend the Washington state energy code to improve the U-values by December 1, 1993. The amendment shall not take effect until July 1, 1994; and

(viii) In zone 1, the maximum glazing area shall be twenty-one percent of the floor area. In zone 2 the maximum glazing area shall be seventeen percent of the floor area. Throughout the state for the purposes of determining equivalent thermal performance, the maximum glazing area shall be fifteen percent of the floor area.

36 (c) The requirements of (b)(ii) of this subsection do not apply to 37 residences with log or solid timber walls with a minimum average 38 thickness of three and one-half inches and with space heat other than 39 electric resistance. 1 (d) The state building code council may approve an energy code for 2 pilot projects of residential construction that use innovative energy 3 efficiency technologies intended to result in savings that are greater 4 than those realized in the levels specified in this section.

5 (5) U-values for glazing shall be determined using the area weighted average of all glazing in the building. U-values for vertical 6 7 glazing shall be determined, certified, and labeled in accordance with 8 the appropriate national fenestration rating council (NFRC) standard, 9 as determined and adopted by the state building code council. 10 Certification of U-values shall be conducted by a certified, independent agency licensed by the NFRC. The state building code 11 council may develop and adopt alternative methods of determining, 12 certifying, and labeling U-values for vertical glazing that may be used 13 by fenestration manufacturers if determined to be appropriate by the 14 15 council. The state building code council shall review and consider the 16 adoption of the NFRC standards for determining, certifying, and labeling U-values for doors and skylights when developed and published 17 The state building code council may develop and adopt 18 by the NFRC. 19 appropriate alternative methods for determining, certifying, and labeling U-values for doors and skylights. U-values for doors and 20 skylights determined, certified, and labeled in accordance with the 21 appropriate NFRC standard shall be acceptable for compliance with the 22 23 state energy code. Sealed insulation glass, where used, shall conform 24 to, or be in the process of being tested for, ASTM E-774-81 class A or 25 better.

(6) The minimum state energy code for new nonresidential buildingsshall be the Washington state energy code, 1986 edition, as amended.

(7)(a) Except as provided in (b) of this subsection, the Washington state energy code for residential structures shall preempt the residential energy code of each city, town, and county in the state of Washington.

32 (b) The state energy code for residential structures does not 33 preempt a city, town, or county's energy code for residential 34 structures which exceeds the requirements of the state energy code and 35 which was adopted by the city, town, or county prior to March 1, 1990. 36 Such cities, towns, or counties may not subsequently amend their energy 37 code for residential structures to exceed the requirements adopted 38 prior to March 1, 1990.

(8) The state building code council shall consult with the 1 2 department of $((community_{\tau}))$ trade $((\tau))$ and economic development as provided in RCW 34.05.310 prior to publication of proposed rules. The 3 4 department of $((community_r))$ trade((-r)) and economic development shall 5 review the proposed rules for consistency with the guidelines adopted in subsection (4) of this section. The director of the department of б 7 $((community_{\tau}))$ trade $((\tau))$ and economic development shall recommend to 8 the state building code council any changes necessary to conform the proposed rules to the requirements of this section. 9

10 **Sec. 502.** RCW 19.29A.010 and 2000 c 213 s 2 are each amended to 11 read as follows:

12 The definitions in this section apply throughout this chapter 13 unless the context clearly requires otherwise.

(1) "Biomass generation" means electricity derived from burning solid organic fuels from wood, forest, or field residue, or dedicated energy crops that do not include wood pieces that have been treated with chemical preservatives such as creosote, pentachlorophenol, or copper-chroma-arsenic.

19 (2) "Bonneville power administration system mix" means a generation 20 mix sold by the Bonneville power administration that is net of any 21 resource specific sales and that is net of any electricity sold to 22 direct service industrial customers, as defined in section 3(8) of the 23 Pacific Northwest electric power planning and conservation act (16 24 U.S.C. Sec. 839(a)(8)).

(3) "Coal generation" means the electricity produced by agenerating facility that burns coal as the primary fuel source.

(4) "Commission" means the utilities and transportation commission.

(5) "Conservation" means an increase in efficiency in the use of
 energy use that yields a decrease in energy consumption while providing
 the same or higher levels of service. Conservation includes low-income
 weatherization programs.

(6) "Consumer-owned utility" means a municipal electric utility formed under Title 35 RCW, a public utility district formed under Title 54 RCW, an irrigation district formed under chapter 87.03 RCW, a cooperative formed under chapter 23.86 RCW, or a mutual corporation or association formed under chapter 24.06 RCW, that is engaged in the business of distributing electricity to more than one retail electric customer in the state.

27

1 (7) "Declared resource" means an electricity source specifically 2 identified by a retail supplier to serve retail electric customers. A 3 declared resource includes a stated quantity of electricity tied 4 directly to a specified generation facility or set of facilities either 5 through ownership or contract purchase, or a contractual right to a 6 stated quantity of electricity from a specified generation facility or 7 set of facilities.

8 (8) "Department" means the department of ((community,)) trade((-,))
9 and economic development.

10 (9) "Electricity information coordinator" means the organization selected by the department under RCW 19.29A.080 to: (a) Compile 11 generation data in the Northwest power pool by generating project and 12 13 by resource category; (b) compare the quantity of electricity from declared resources reported by retail suppliers with available 14 15 generation from such resources; (c) calculate the net system power mix; 16 and (d) coordinate with other comparable organizations in the western 17 interconnection.

(10) "Electric meters in service" means those meters that record in
at least nine of twelve calendar months in any calendar year not less
than two hundred fifty kilowatt hours per month.

(11) "Electricity product" means the electrical energy produced by a generating facility or facilities that a retail supplier sells or offers to sell to retail electric customers in the state of Washington, provided that nothing in this title shall be construed to mean that electricity is a good or product for the purposes of Title 62A RCW, or any other purpose. It does not include electrical energy generated onsite at a retail electric customer's premises.

(12) "Electric utility" means a consumer-owned or investor-ownedutility as defined in this section.

30 (13) "Electricity" means electric energy measured in kilowatt31 hours, or electric capacity measured in kilowatts, or both.

32 (14) "Fuel mix" means the actual or imputed sources of electricity 33 sold to retail electric customers, expressed in terms of percentage 34 contribution by resource category. The total fuel mix included in each 35 disclosure shall total one hundred percent.

(15) "Geothermal generation" means electricity derived from thermalenergy naturally produced within the earth.

38 (16) "Governing body" means the council of a city or town, the 39 commissioners of an irrigation district, municipal electric utility, or public utility district, or the board of directors of an electric
 cooperative or mutual association that has the authority to set and
 approve rates.

4 (17) "High efficiency cogeneration" means electricity produced by 5 equipment, such as heat or steam used for industrial, commercial, 6 heating, or cooling purposes, that meets the federal energy regulatory 7 commission standards for qualifying facilities under the public utility 8 regulatory policies act of 1978.

9 (18) "Hydroelectric generation" means a power source created when 10 water flows from a higher elevation to a lower elevation and the flow 11 is converted to electricity in one or more generators at a single 12 facility.

(19) "Investor-owned utility" means a company owned by investors that meets the definition of RCW 80.04.010 and is engaged in distributing electricity to more than one retail electric customer in the state.

(20) "Landfill gas generation" means electricity produced by a
 generating facility that uses waste gases produced by the decomposition
 of organic materials in landfills.

20 (21) "Natural gas generation" means electricity produced by a 21 generating facility that burns natural gas as the primary fuel source.

(22) "Northwest power pool" means the generating resources included
in the United States portion of the Northwest power pool area as
defined by the western systems coordinating council.

(23) "Net system power mix" means the fuel mix in the Northwest power pool, net of: (a) Any declared resources in the Northwest power pool identified by in-state retail suppliers or out-of-state entities that offer electricity for sale to retail electric customers; (b) any electricity sold by the Bonneville power administration to direct service industrial customers; and (c) any resource specific sales made by the Bonneville power administration.

32 (24) "Oil generation" means electricity produced by a generating33 facility that burns oil as the primary fuel source.

34 (25) "Proprietary customer information" means: (a) Information 35 that relates to the source and amount of electricity used by a retail 36 electric customer, a retail electric customer's payment history, and 37 household data that is made available by the customer solely by virtue 38 of the utility-customer relationship; and (b) information contained in 39 a retail electric customer's bill. 1 (26) "Renewable resources" means electricity generation facilities 2 fueled by: (a) Water; (b) wind; (c) solar energy; (d) geothermal 3 energy; (e) landfill gas; or (f) biomass energy based on solid organic 4 fuels from wood, forest, or field residues, or dedicated energy crops 5 that do not include wood pieces that have been treated with chemical 6 preservatives such as creosote, pentachlorophenol, or copper-chrome-7 arsenic.

8 (27) "Resale" means the purchase and subsequent sale of electricity 9 for profit, but does not include the purchase and the subsequent sale 10 of electricity at the same rate at which the electricity was purchased.

11 (28) "Retail electric customer" means a person or entity that 12 purchases electricity for ultimate consumption and not for resale.

13 (29) "Retail supplier" means an electric utility that offers an 14 electricity product for sale to retail electric customers in the state.

(30) "Small utility" means any consumer-owned utility with twentyfive thousand or fewer electric meters in service, or that has an average of seven or fewer customers per mile of distribution line.

18 (31) "Solar generation" means electricity derived from radiation 19 from the sun that is directly or indirectly converted to electrical 20 energy.

21 (32) "State" means the state of Washington.

(33) "Waste incineration generation" means electricity derived from
burning solid or liquid wastes from businesses, households,
municipalities, or waste treatment operations.

(34) "Wind generation" means electricity created by movement of airthat is converted to electrical energy.

27 Sec. 503. RCW 24.46.010 and 1995 c 399 s 12 are each amended to 28 read as follows:

It is the finding of the legislature that foreign trade zones serve an important public purpose by the creation of employment opportunities within the state and that the establishment of zones designed to accomplish this purpose is to be encouraged. It is the further intent of the legislature that the department of $((community_{\tau}))$ trade $((\tau))$ and economic development provide assistance to entities planning to apply to the United States for permission to establish such zones.

36 **Sec. 504.** RCW 28A.515.320 and 1996 c 186 s 503 are each amended to 37 read as follows:

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The common school construction fund is to be used exclusively for 1 the purpose of financing the construction of facilities for the common 2 3 The sources of said fund shall be: (1) Those proceeds schools. 4 derived from sale or appropriation of timber and other crops from 5 school and state land other than those granted for specific purposes; (2) the interest accruing on the permanent common school fund less the 6 7 allocations to the state treasurer's service ((account [fund])) fund 8 pursuant to RCW 43.08.190 and the state investment board expense 9 account pursuant to RCW 43.33A.160 together with all rentals and other 10 revenue derived therefrom and from land and other property devoted to the permanent common school fund; (3) all moneys received by the state 11 from the United States under the provisions of section 191, Title 30, 12 13 United States Code, Annotated, and under section 810, chapter 12, Title 16, (Conservation), United States Code, Annotated, except moneys 14 15 received before June 30, 2001, and when thirty megawatts of geothermal power is certified as commercially available by the receiving utilities 16 17 the department of $((community_7))$ trade $((\tau_7))$ and and economic development, eighty percent of such moneys, under the Geothermal Steam 18 19 Act of 1970 pursuant to RCW 43.140.030; and (4) such other sources as 20 the legislature may direct. That portion of the common school construction fund derived from interest on the permanent common school 21 22 fund may be used to retire such bonds as may be authorized by law for 23 the purpose of financing the construction of facilities for the common 24 schools.

The interest accruing on the permanent common school fund less the allocations to the state treasurer's service fund pursuant to RCW 43.08.190 and the state investment board expense account pursuant to RCW 43.33A.160 together with all rentals and other revenues accruing thereto pursuant to subsection (2) of this section prior to July 1, 1967, shall be exclusively applied to the current use of the common schools.

To the extent that the moneys in the common school construction fund are in excess of the amount necessary to allow fulfillment of the purpose of said fund, the excess shall be available for deposit to the credit of the permanent common school fund or available for the current use of the common schools, as the legislature may direct. Any money from the common school construction fund which is made available for the current use of the common schools shall be restored to the fund by appropriation, including interest income foregone, before the end of
 the next fiscal biennium following such use.

3 Sec. 505. RCW 28B.20.283 and 1995 c 399 s 25 are each amended to 4 read as follows:

5 The legislature finds that the development and commercialization of 6 new technology is a vital part of economic development.

7 The legislature also finds that it is in the interests of the state 8 of Washington to provide a mechanism to transfer and apply research and 9 technology developed at the institutions of higher education to the 10 private sector in order to create new products and technologies which 11 provide job opportunities in advanced technology for the citizens of 12 this state.

13 It is the intent of the legislature that the University of 14 Washington, the Washington State University, and the department of 15 ((community,)) trade $((\tau))$ and economic development work cooperatively 16 with the private sector in the development and implementation of a 17 world class technology transfer program.

18 Sec. 506. RCW 28B.20.289 and 1995 c 399 s 26 are each amended to 19 read as follows:

(1) The technology center shall be administered by the board ofdirectors of the technology center.

22 (2) The board shall consist of the following members: Fourteen 23 members from among individuals who are associated with or employed by 24 technology-based industries and have broad business experience and an 25 understanding of high technology; eight members from the state's universities with graduate science and engineering programs; the 26 27 executive director of the Spokane Intercollegiate Research and 28 Technology Institute or his or her designated representative; the provost of the University of Washington or his or her designated 29 representative; the provost of the Washington State University or his 30 or her designated representative; and the director of the department of 31 32 ((community,)) trade((,)) and economic development or his or her 33 designated representative. The term of office for each board member, excluding the executive director of the Spokane Intercollegiate 34 35 Research and Technology Institute, the provost of the University of Washington, the provost of the Washington State University, and the 36 37 director of the department of ((community,)) trade((,)) and economic

1 development, shall be three years. The executive director of the 2 technology center shall be an ex officio, nonvoting member of the 3 board. The board shall meet at least quarterly. Board members shall 4 be appointed by the governor based on the recommendations of the 5 existing board of the technology center, and the research universities. 6 The governor shall stagger the terms of the first group of appointees 7 to ensure the long term continuity of the board.

8

(3) The duties of the board include:

9 (a) Developing the general operating policies for the technology 10 center;

11 (b) Appointing the executive director of the technology center;

12 (c) Approving the annual operating budget of the technology center; 13 (d) Establishing priorities for the selection and funding of 14 research projects that guarantee the greatest potential return on the 15 state's investment;

16 (e) Approving and allocating funding for research projects 17 conducted by the technology center, based on the recommendations of the 18 advisory committees for each of the research centers;

(f) In cooperation with the department of ((community,)) trade((,)) and economic development, developing a biennial work plan and five-year strategic plan for the technology center that are consistent with the statewide technology development and commercialization goals;

(g) Coordinating with the University of Washington, Washington Xate University, and other participating institutions of higher education in the development of training, research, and development programs to be conducted at the technology center that shall be targeted to meet industrial needs;

(h) Assisting the department of $((community_{\tau}))$ trade $((\tau))$ and economic development in the department's efforts to develop state science and technology public policies and coordinate publicly funded programs;

(i) Reviewing annual progress reports on funded research projects
 that are prepared by the advisory committees for each of the research
 centers;

(j) Providing an annual report to the governor and the legislature detailing the activities and performance of the technology center; and (k) Submitting annually to the department of $((community_{\tau}))$ trade $((\tau))$ and economic development an updated strategic plan and a statement of performance measured against the mission, roles, and
 contractual obligations of the technology center.

3 Sec. 507. RCW 28B.20.293 and 1995 c 399 s 27 are each amended to 4 read as follows:

5 department of ((community,)) trade((-))The and economic development shall contract with the University of Washington for the 6 7 expenditure of state-appropriated funds for the operation of the 8 Washington technology center. The department of ((community,)) 9 trade((-,)) and economic development shall provide guidance to the technology center regarding expenditure of state-appropriated funds and 10 the development of the center's strategic plan. The director of the 11 12 department of $((community_{\tau}))$ trade $((\tau))$ and economic development shall not withhold funds appropriated for the technology center if the 13 14 technology center complies with the provisions of its contract with the 15 department of $((community_{\tau}))$ trade $((\tau))$ and economic development. The department shall be responsible to the legislature for the contractual 16 performance of the center. 17

18 Sec. 508. RCW 28B.30.537 and 1998 c 245 s 20 are each amended to 19 read as follows:

20 The IMPACT center shall:

(1) Coordinate the teaching, research, and extension expertise of
 the college of agriculture and home economics at Washington State
 University to assist in:

(a) The design and development of information and strategies to
 expand the long-term international markets for Washington agricultural
 products; and

(b) The dissemination of such information and strategies to
 Washington exporters, overseas users, and public and private trade
 organizations;

(2) Research and identify current impediments to increased exports
 of Washington agricultural products, and determine methods of
 surmounting those impediments and opportunities for exporting new
 agricultural products and commodities to foreign markets;

(3) Prepare curricula to present and distribute information
 concerning international trade in agricultural commodities and products
 to students, exporters, international traders, and the public;

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(4) Provide high-quality research and graduate education and
 professional nondegree training in international trade in agricultural
 commodities in cooperation with other existing programs;

4 (5) Ensure that activities of the center adequately reflect the 5 objectives for the state's agricultural market development programs 6 established by the department of agriculture as the lead state agency 7 for such programs under chapter 43.23 RCW; and

8 (6) Link itself through cooperative agreements with the center for
9 international trade in forest products at the University of Washington,
10 the state department of agriculture, the department of ((community,))
11 trade((7)) and economic development, Washington's agriculture
12 businesses and associations, and other state agency data collection,
13 processing, and dissemination efforts.

14 **Sec. 509.** RCW 28B.30.900 and 1996 c 186 s 201 are each amended to 15 read as follows:

(1) All powers, duties, and functions of the state energy office under RCW 43.21F.045 relating to implementing energy education, applied research, and technology transfer programs shall be transferred to Washington State University.

20 (2) The specific programs transferred to Washington State 21 University shall include but not be limited to the following: 22 Renewable energy, energy software, industrial energy efficiency, 23 education and information, energy ideas clearinghouse, and 24 telecommunications.

25 (3)(a) All reports, documents, surveys, books, records, files, papers, or written material in the possession of the state energy 26 office pertaining to the powers, functions, and duties transferred 27 shall be delivered to the custody of Washington State University. All 28 29 cabinets, furniture, office equipment, software, data base, motor 30 vehicles, and other tangible property employed by the state energy office in carrying out the powers, functions, and duties transferred 31 32 shall be made available to Washington State University.

33 (b) Any appropriations made to, any other funds provided to, or any 34 grants made to or contracts with the state energy office for carrying 35 out the powers, functions, and duties transferred shall, on July 1, 36 1996, be transferred and credited to Washington State University.

37 (c) Whenever any question arises as to the transfer of any funds,38 books, documents, records, papers, files, software, data base,

equipment, or other tangible property used or held in the exercise of the powers and the performance of the duties and functions transferred, an arbitrator mutually agreed upon by the parties in dispute shall make determination as to the proper allocation and certify the same to the state agencies concerned.

6 (d) All rules and all pending business before the state energy 7 office pertaining to the powers, functions, and duties transferred 8 shall be continued and acted upon by Washington State University. All 9 existing contracts, grants, and obligations, excluding personnel 10 contracts and obligations, shall remain in full force and shall be 11 assigned to and performed by Washington State University.

(e) The transfer of the powers, duties, and functions of the state
energy office does not affect the validity of any act performed before
July 1, 1996.

(f) If apportionments of budgeted funds are required because of the transfers directed by this section, the director of the office of financial management shall certify the apportionments to the agencies affected, the state auditor, and the state treasurer. Each of these shall make the appropriate transfer and adjustments in funds and appropriation.

(4) Washington State University shall enter into an interagency 21 agreement with the department of $((community_r))$ trade((r)) and economic 22 23 development regarding the relationship between policy development and 24 public outreach. The department of $\left(\left(\frac{\text{community}}{r}\right)\right)$ trade $\left(\left(\frac{r}{r}\right)\right)$ and 25 economic development shall provide Washington State University 26 available existing and future oil overcharge restitution and federal 27 energy block funding for a minimum period of five years to carry out Nothing in chapter 186, Laws of 1996 prohibits 28 energy programs. Washington State University from seeking grant funding for energy-29 30 related programs directly from other entities.

(5) Washington State University shall select and appoint existing state energy office employees to positions to perform the duties and functions transferred. Employees appointed by Washington State University are exempt from the provisions of chapter 41.06 RCW unless otherwise designated by the institution. Any future vacant or new positions will be filled using Washington State University's standard hiring procedures. 1 Sec. 510. RCW 28B.38.020 and 1998 c 344 s 10 are each amended to 2 read as follows:

3 4 (1) The institute shall be administered by the board of directors.

(2) The board shall consist of the following members:

5 (a) Nine members of the general public. Of the general public membership, at least six shall be individuals who are associated with 6 7 or employed by technology-based or manufacturing-based industries and 8 have broad business experience and an understanding of high technology;

9 (b) The executive director of the Washington technology center or 10 the director's designee;

11 (c) The provost of Washington State University or the provost's 12 designee;

13 (d) The provost of Eastern Washington University or the provost's designee; 14

15 (e) The provost of Central Washington University or the provost's 16 designee;

17 (f) The provost of the University of Washington or the provost's 18 designee;

19

(g) An academic representative from the Spokane community colleges; 20 (h) One member from Gonzaga University; and

(i) One member from Whitworth College. 21

(3) The term of office for each board member, excluding the 22 23 executive director of the Washington technology center, the provosts of 24 Washington State University, Eastern Washington University, Central 25 Washington University, and the University of Washington, shall be three 26 years. The executive director of the institute shall be an ex officio, nonvoting member of the board. Board members shall be appointed by the 27 governor. Initial appointments shall be for staggered terms to ensure 28 the long-term continuity of the board. The board shall meet at least 29 30 quarterly.

31 (4) The duties of the board include:

(a) Developing the general operating policies for the institute; 32

(b) Appointing the executive director of the institute; 33

34 (c) Approving the annual operating budget of the institute;

35 (d) Establishing priorities for the selection and funding of research projects that guarantee the greatest potential return on the 36 37 state's investment;

(e) Approving and allocating funding for research projects 38 conducted by the institute; 39

(f) In cooperation with the department of ((community,)) trade((,)) and economic development, developing a biennial work plan and five-year strategic plan for the institute that are consistent with the statewide technology development and commercialization goals;

5 (g) Coordinating with public, independent, and private institutions 6 of higher education, and other participating institutions of higher 7 education in the development of training, research, and development 8 programs to be conducted at the institute that are targeted to meet 9 industrial needs;

(h) Assisting the department of ((community,)) trade((,)) and economic development in the department's efforts to develop state science and technology public policies and coordinate publicly funded programs;

(i) Reviewing annual progress reports on funded research projects;
 (j) Providing an annual report to the governor and the legislature
 detailing the activities and performance of the institute; and

17 (k) Submitting annually to the department of ((community,))18 trade((-,)) and economic development an updated strategic plan and a 19 statement of performance measured against the mission, roles, and 20 contractual obligations of the institute.

(5) The board may enter into contracts to fulfill itsresponsibilities and purposes under this chapter.

23 **Sec. 511.** RCW 28B.38.050 and 1998 c 344 s 13 are each amended to 24 read as follows:

25 The department of ((community,)) trade((-))and economic development shall contract with the institute for the expenditure of 26 state-appropriated funds for the operation of the institute. 27 The department of $\left(\left(\frac{\text{community}}{r}\right)\right)$ trade $\left(\left(\frac{1}{r}\right)\right)$ and economic development shall 28 29 provide guidance to the institute regarding expenditure of state-30 appropriated funds and the development of the institute's strategic plan. The director of the department of $((community_{\tau}))$ trade $((\tau))$ and 31 economic development shall not withhold funds appropriated for the 32 33 institute if the institute complies with the provisions of its contract 34 with the department of $((community_{\tau}))$ trade $((\tau))$ and economic development. The department is responsible to the legislature for the 35 36 contractual performance of the institute.

1 sec. 512. RCW 28B.50.262 and 1995 c 226 s 19 are each amended to 2 read as follows:

3 The state board for community and technical colleges shall develop, 4 in conjunction with the center for international trade in forest 5 products, the Washington State University wood materials and engineering laboratory, and the department of $((community_{\tau}))$ trade $((\tau))$ б 7 and economic development, a competency-based technical degree program 8 in wood product manufacturing and wood technology and make it available 9 in every college district that serves a rural natural resources impact 10 area.

11 **Sec. 513.** RCW 28B.65.040 and 1995 c 399 s 29 are each amended to 12 read as follows:

(1) The Washington high-technology coordinating board is herebycreated.

15 (2) The board shall be composed of eighteen members as follows:

16 (a) Eleven shall be citizen members appointed by the governor, with the consent of the senate, for four-year terms. 17 In making the 18 appointments the governor shall ensure that a balanced geographic representation of the state is achieved and shall attempt to choose 19 persons experienced in high-technology fields, including at least one 20 Any person appointed to fill a vacancy representative of labor. 21 22 occurring before a term expires shall be appointed only for the 23 remainder of that term; and

24 (b) Seven of the members shall be as follows: One representative 25 from each of the state's two research universities, one representative of the state college and regional universities, the director for the 26 27 state system of community and technical colleges or the director's superintendent of public 28 designee, the instruction or the 29 superintendent's designee, a representative of the higher education 30 coordinating board, and the director of the department of $((community_{r}))$ trade $((\overline{r}))$ and economic development or the director's 31 32 designee.

(3) Members of the board shall not receive any salary for their
services, but shall be reimbursed for travel expenses under RCW
43.03.050 and 43.03.060 for each day actually spent in attending to
duties as a member of the board.

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1 (4) A citizen member of the board shall not be, during the term of 2 office, a member of the governing board of any public or private 3 educational institution, or an employee of any state or local agency.

4 Sec. 514. RCW 28B.65.050 and 1998 c 245 s 22 are each amended to 5 read as follows:

6 (1) The board shall oversee, coordinate, and evaluate the high-7 technology programs.

8 (2) The board shall:

9 (a) Determine the specific high-technology occupational fields in 10 which technical training is needed and advise the institutions of 11 higher education and the higher education coordinating board on their 12 findings;

(b) Identify economic areas and high-technology industries in need of technical training and research and development critical to economic development and advise the institutions of higher education and the higher education coordinating board on their findings;

(c) Oversee and coordinate the Washington high-technology education and training program to ensure high standards, efficiency, and effectiveness;

(d) Work cooperatively with the superintendent of public
instruction to identify the skills prerequisite to the high-technology
programs in the institutions of higher education;

23 (e) Work cooperatively with and provide any information or advice 24 which may be requested by the higher education coordinating board 25 during the board's review of new baccalaureate degree program proposals 26 which are submitted under this chapter. Nothing in this chapter shall be construed as altering or superseding the powers or prerogatives of 27 the higher education coordinating board over the review of new degree 28 29 programs as established in ((section 6(2) of this 1985 act)) RCW 30 28B.80.340;

31 (f) Work cooperatively with the department of ((community,))32 trade((-,)) and economic development to identify the high-technology 33 education and training needs of existing Washington businesses and 34 businesses with the potential to locate in Washington;

35 (g) Work towards increasing private sector participation and 36 contributions in Washington high-technology programs;

(h) Identify and evaluate the effectiveness of state sponsoredresearch related to high technology; and

1 (i) Establish and maintain a plan, including priorities, to guide 2 high-technology program development in public institutions of higher 3 education, which plan shall include an assessment of current high-4 technology programs, steps to increase existing programs, new 5 initiatives and programs necessary to promote high technology, and 6 methods to coordinate and target high-technology programs to changing 7 market opportunities in business and industry.

8 (3) The board may adopt rules under chapter 34.05 RCW as it deems 9 necessary to carry out the purposes of this chapter.

10 (4) The board shall cease to exist on June 30, 1987, unless 11 extended by law for an additional fixed period of time.

12 **Sec. 515.** RCW 28B.65.060 and 1995 c 399 s 31 are each amended to 13 read as follows:

Staff support for the high-technology coordinating board shall be provided by the department of ((community,)) trade((,)) and economic development.

17 **Sec. 516.** RCW 28B.109.020 and 1996 c 253 s 402 are each amended to 18 read as follows:

The Washington international exchange scholarship program is created subject to funding under RCW 28B.109.060. The program shall be administered by the board. In administering the program, the board may:

(1) Convene an advisory committee that may include but need not be limited to representatives of the office of the superintendent of public instruction, the department of ((community,)) trade $((\tau))$ and economic development, the secretary of state, private business, and institutions of higher education;

(2) Select students to receive the scholarship with the assistance
 of a screening committee composed of leaders in business, international
 trade, and education;

31 (3) Adopt necessary rules and guidelines including rules for32 disbursing scholarship funds to participants;

33 (4) Publicize the program;

(5) Solicit and accept grants and donations from public and privatesources for the program;

36 (6) Establish and notify participants of service obligations; and

1 (7) Establish a formula for selecting the countries from which 2 participants may be selected in consultation with the department of 3 $((community_r))$ trade((-r)) and economic development.

4 Sec. 517. RCW 28C.18.060 and 1996 c 99 s 4 are each amended to 5 read as follows:

6 The board, in cooperation with the operating agencies of the state 7 training system and private career schools and colleges shall:

8 (1) Concentrate its major efforts on planning, coordination 9 evaluation, policy analysis, and recommending improvements to the 10 state's training system.

11 (2) Advocate for the state training system and for meeting the 12 needs of employers and the work force for work force education and 13 training.

14 (3) Establish and maintain an inventory of the programs of the 15 state training system, and related state programs, and perform a biennial assessment of the vocational education, training, and adult 16 basic education and literacy needs of the state; identify ongoing and 17 18 strategic education needs; and assess the extent to which employment, 19 training, vocational and basic education, rehabilitation services, and 20 public assistance services represent a consistent, integrated approach 21 to meet such needs.

22 (4) Develop and maintain a state comprehensive plan for work force 23 training and education, including but not limited to, goals, 24 objectives, and priorities for the state training system, and review 25 the state training system for consistency with the state comprehensive In developing the state comprehensive plan for work force 26 plan. training and education, the board shall use, but shall not be limited 27 Economic, labor market, and populations trends reports in office 28 to: 29 of financial management forecasts; joint office of financial management 30 and employment security department labor force, industry employment, and occupational forecasts; the results of scientifically based 31 outcome, net-impact and cost-benefit evaluations; the needs of 32 employers as evidenced in formal employer surveys and other employer 33 34 input; and the needs of program participants and workers as evidenced in formal surveys and other input from program participants and the 35 36 labor community.

(5) In consultation with the higher education coordinating board,review and make recommendations to the office of financial management

1 and the legislature on operating and capital facilities budget requests 2 for operating agencies of the state training system for purposes of 3 consistency with the state comprehensive plan for work force training 4 and education.

5 (6) Provide for coordination among the different operating agencies 6 and components of the state training system at the state level and at 7 the regional level.

8 (7) Develop a consistent and reliable data base on vocational 9 education enrollments, costs, program activities, and job placements 10 from publicly funded vocational education programs in this state.

(8) Establish standards for data collection and maintenance for the operating agencies of the state training system in a format that is accessible to use by the board. The board shall require a minimum of common core data to be collected by each operating agency of the state training system.

16 The board shall develop requirements for minimum common core data 17 in consultation with the office of financial management and the 18 operating agencies of the training system.

(9) Establish minimum standards for program evaluation for the operating agencies of the state training system, including, but not limited to, the use of common survey instruments and procedures for measuring perceptions of program participants and employers of program participants, and monitor such program evaluation.

(10) Every two years administer scientifically based outcome evaluations of the state training system, including, but not limited to, surveys of program participants, surveys of employers of program participants, and matches with employment security department payroll and wage files. Every five years administer scientifically based netimpact and cost-benefit evaluations of the state training system.

30 (11) In cooperation with the employment security department, 31 provide for the improvement and maintenance of quality and utility in occupational information and forecasts for use in training system 32 planning and evaluation. Improvements shall include, but not be 33 34 limited to, development of state-based occupational change factors 35 involving input by employers and employees, and delineation of skill and training requirements by education level associated with current 36 37 and forecasted occupations.

1 (12) Provide for the development of common course description 2 formats, common reporting requirements, and common definitions for 3 operating agencies of the training system.

4 (13) Provide for effectiveness and efficiency reviews of the state 5 training system.

6 (14) In cooperation with the higher education coordinating board, 7 facilitate transfer of credit policies and agreements between 8 institutions of the state training system, and encourage articulation 9 agreements for programs encompassing two years of secondary work force 10 education and two years of postsecondary work force education.

(15) In cooperation with the higher education coordinating board, facilitate transfer of credit policies and agreements between private training institutions and institutions of the state training system.

(16) Participate in the development of coordination criteria for activities under the job training partnership act with related programs and services provided by state and local education and training agencies.

(17) Make recommendations to the commission of student assessment, 18 19 the state board of education, and the superintendent of public 20 instruction, concerning basic skill competencies and essential core competencies for K-12 education. Basic skills for this purpose shall 21 be reading, writing, computation, speaking, and critical thinking, 22 essential core competencies for this purpose shall be English, math, 23 24 science/technology, history, geography, and critical thinking. The 25 board shall monitor the development of and provide advice concerning secondary curriculum which integrates vocational and academic 26 27 education.

(18) Establish and administer programs for marketing and outreachto businesses and potential program participants.

30 (19) Facilitate the location of support services, including but not 31 limited to, child care, financial aid, career counseling, and job 32 placement services, for students and trainees at institutions in the 33 state training system, and advocate for support services for trainees 34 and students in the state training system.

(20) Facilitate private sector assistance for the state training
 system, including but not limited to: Financial assistance, rotation
 of private and public personnel, and vocational counseling.

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(21) Facilitate programs for school-to-work transition that combine
 classroom education and on-the-job training in industries and
 occupations without a significant number of apprenticeship programs.

4 (22) Encourage and assess progress for the equitable representation of racial and ethnic minorities, women, and people with disabilities 5 among the students, teachers, and administrators of the state training 6 7 Equitable, for this purpose, shall mean substantially system. 8 proportional to their percentage of the state population in the 9 geographic area served. This function of the board shall in no way 10 lessen more stringent state or federal requirements for representation of racial and ethnic minorities, women, and people with disabilities. 11 12 (23) Participate in the planning and policy development of governor

13 set-aside grants under P.L. 97-300, as amended.

(24) Administer veterans' programs, licensure of private vocational
 schools, the job skills program, and the Washington award for
 vocational excellence.

17 (25) Allocate funding from the state job training trust fund.

18 (26) Work with the director of $((community_{\tau}))$ trade $((\tau))$ and 19 economic development to ensure coordination between work force training 20 priorities and that department's economic development efforts.

21 (27) Adopt rules as necessary to implement this chapter.

The board may delegate to the director any of the functions of this section.

24 **Sec. 518.** RCW 36.01.120 and 1995 c 399 s 40 are each amended to 25 read as follows:

It is the finding of the legislature that foreign trade zones serve an important public purpose by the creation of employment opportunities within the state and that the establishment of zones designed to accomplish this purpose is to be encouraged. It is the further intent of the legislature that the department of $((community_{\tau}))$ trade $((\tau))$ and economic development provide assistance to entities planning to apply to the United States for permission to establish such zones.

33 **Sec. 519.** RCW 36.110.030 and 1995 c 399 s 45 are each amended to 34 read as follows:

A statewide jail industries board of directors is established. The board shall consist of the following members: (1) One sheriff and one police chief, to be selected by the
 Washington association of sheriffs and police chiefs;

3 (2) One county commissioner or one county councilmember to be4 selected by the Washington state association of counties;

5 (3) One city official to be selected by the association of 6 Washington cities;

7 (4) Two jail administrators to be selected by the Washington state
8 jail association, one of whom shall be from a county or a city with an
9 established jail industries program;

10 (5) One prosecuting attorney to be selected by the Washington11 association of prosecuting attorneys;

(6) One administrator from a city or county corrections departmentto be selected by the Washington correctional association;

14 (7) One county clerk to be selected by the Washington association15 of county clerks;

16 (8) Three representatives from labor to be selected by the 17 governor. The representatives may be chosen from a list of nominations 18 provided by statewide labor organizations representing a cross-section 19 of trade organizations;

(9) Three representatives from business to be selected by the
governor. The representatives may be chosen from a list of nominations
provided by statewide business organizations representing a crosssection of businesses, industries, and all sizes of employers;

(10) The governor's representative from the employment securitydepartment;

26 (11) One member representing crime victims, to be selected by the 27 governor;

(12) One member representing on-line law enforcement officers, tobe selected by the governor;

(13) One member from the department of ((community,)) trade((,))
 and economic development to be selected by the governor;

One member representing higher education, 32 (14)vocational education, or adult basic education to be selected by the governor; and 33 34 (15) The governor's representative from the correctional industries division of the state department of corrections shall be an ex officio 35 member for the purpose of coordination and cooperation between prison 36 37 and jail industries and to further a positive relationship between state and local government offender programs. 38

1 **Sec. 520.** RCW 39.86.110 and 1995 c 399 s 57 are each amended to 2 read as follows:

3 The definitions in this section apply throughout this chapter 4 unless the context clearly requires otherwise.

5 (1) "Agency" means the department of ((community,)) trade((-)) and
6 economic development.

7 (2) "Board" means the community economic revitalization board 8 established under chapter 43.160 RCW.

9 (3) "Bonds" means bonds, notes, or other obligations of an issuer.

10 (4) "Bond use category" means any of the following categories of 11 bonds which are subject to the state ceiling: (a) Housing, (b) student 12 loans, (c) small issue, (d) exempt facility, (e) redevelopment, (f) 13 public utility; and (g) remainder.

(5) "Carryforward" is an allocation or reallocation of the state
ceiling which is carried from one calendar year to a later year, in
accordance with the code.

17 (6) "Code" means the federal internal revenue code of 1986 as it
18 exists on May 8, 1987. It also means the code as amended after May 8,
19 1987, but only if the amendments are approved by the agency under RCW
20 39.86.180.

(7) "Director" means the director of the agency or the director'sdesignee.

(8) "Exempt facility" means the bond use category which includes
all bonds which are exempt facility bonds as described in the code,
except those for qualified residential rental projects.

(9) "Firm and convincing evidence" means documentation that satisfies the director that the issuer is committed to the prompt financing of, and will issue tax exempt bonds for, the project or program for which it requests an allocation from the state ceiling.

30 (10) "Housing" means the bond use category which includes: (a) 31 Mortgage revenue bonds and mortgage credit certificates as described in 32 the code; and (b) exempt facility bonds for qualified residential 33 rental projects as described in the code.

(11) "Initial allocation" means the portion or dollar value of the state ceiling which initially in each calendar year is allocated to a bond use category for the issuance of private activity bonds, in accordance with RCW 39.86.120.

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(12) "Issuer" means the state, any agency or instrumentality of the
 state, any political subdivision, or any other entity authorized to
 issue private activity bonds under state law.

4 (13) "Private activity bonds" means obligations that are private 5 activity bonds as defined in the code or bonds for purposes described 6 in section 1317(25) of the tax reform act of 1986.

7 (14) "Program" means the activities for which housing bonds or8 student loan bonds may be issued.

9 (15) "Public utility" means the bond use category which includes 10 those bonds described in section 1317(25) of the tax reform act of 11 1986.

(16) "Redevelopment" means the bond use category which includesqualified redevelopment bonds as described in the code.

(17) "Remainder" means that portion of the state ceiling remaining
after initial allocations are made under RCW 39.86.120 for any other
bond use category.

(18) "Small issue" means the bond use category which includes all industrial development bonds that constitute qualified small issue bonds, as described in the code.

20 (19) "State" means the state of Washington.

(20) "State ceiling" means the volume limitation for each calendaryear on tax-exempt private activity bonds, as imposed by the code.

(21) "Student loans" means the bond use category which includesqualified student loan bonds as described in the code.

25 **Sec. 521.** RCW 43.17.065 and 1995 c 226 s 24 are each amended to 26 read as follows:

(1) Where power is vested in a department to issue permits, 27 licenses, certifications, contracts, grants, or otherwise authorize 28 29 action on the part of individuals, businesses, local governments, or public or private organizations, such power shall be exercised in an 30 expeditious manner. All departments with such power shall cooperate 31 32 with officials of the ((business assistance center of the)) department of $((community_{r}))$ trade((-)) and economic development, and any other 33 34 state officials, when such officials request timely action on the part 35 of the issuing department.

(2) ((After August 1, 1991,)) Any agency to which subsection (1) of
this section applies shall, with regard to any permits or other actions
that are necessary for economic development in rural natural resources

1 impact areas, as defined in RCW 43.31.601, respond to any completed 2 application within forty-five days of its receipt; any response, at a 3 minimum, shall include:

4 (a) The specific steps that the applicant needs to take in order to 5 have the application approved; and

6 (b) The assistance that will be made available to the applicant by 7 the agency to expedite the application process.

8 (3) The agency rural community assistance task force established in9 RCW 43.31.621 shall oversee implementation of this section.

10 (4) Each agency shall define what constitutes a completed11 application and make this definition available to applicants.

12 **Sec. 522.** RCW 43.20A.750 and 1997 c 367 s 16 are each amended to 13 read as follows:

(1) The department of social and health services shall help 14 15 families and workers in rural natural resources impact areas make the transition through economic difficulties and shall provide services to 16 assist workers to gain marketable skills. The department, as a member 17 18 of the agency rural community assistance task force and, where 19 appropriate, under an interagency agreement with the department of $((community_{\tau}))$ trade $((\tau))$ and economic development, shall provide 20 grants through the office of the secretary for services to the 21 unemployed in rural natural resources impact areas and to dislocated 22 23 salmon fishing workers as defined in RCW 43.63A.021 (as recodified by 24 this act) who live in urban areas of qualifying rural natural resource 25 impact counties, including providing direct or referral services, establishing and operating service delivery programs, and coordinating 26 27 delivery programs and delivery of services. These grants may be awarded for family support centers, reemployment centers, or other 28 29 local service agencies.

30 (2) The services provided through the grants may include, but need 31 not be limited to: Credit counseling; social services including 32 marital counseling; psychotherapy or psychological counseling; mortgage 33 foreclosures and utilities problems counseling; drug and alcohol abuse 34 services; medical services; and residential heating and food 35 acquisition.

(3) Funding for these services shall be coordinated through the
 agency rural community assistance task force which will establish a
 fund to provide child care assistance, mortgage assistance, and

counseling which cannot be met through current programs. No funds
 shall be used for additional full-time equivalents for administering
 this section.

4 (4)(a) Grants for family support centers are intended to provide 5 support to families by responding to needs identified by the families and communities served by the centers. Services provided by family 6 support centers may include parenting education, child development 7 8 assessments, health and nutrition education, counseling, and 9 information and referral services. Such services may be provided 10 directly by the center or through referral to other agencies 11 participating in the interagency team.

(b) The department shall consult with the council on child abuse orneglect regarding grants for family support centers.

14

(5) "Rural natural resources impact area" means:

(a) A nonmetropolitan county, as defined by the 1990 decennial census, that meets three of the five criteria set forth in subsection (6) of this section;

(b) A nonmetropolitan county with a population of less than forty
thousand in the 1990 decennial census, that meets two of the five
criteria as set forth in subsection (6) of this section; or

(c) A nonurbanized area, as defined by the 1990 decennial census,
that is located in a metropolitan county that meets three of the five
criteria set forth in subsection (6) of this section.

(6) For the purposes of designating rural natural resources impactareas, the following criteria shall be considered:

26 (a) A lumber and wood products employment location quotient at or27 above the state average;

(b) A commercial salmon fishing employment location quotient at orabove the state average;

30 (c) Projected or actual direct lumber and wood products job losses31 of one hundred positions or more;

32 (d) Projected or actual direct commercial salmon fishing job losses33 of one hundred positions or more; and

(e) An unemployment rate twenty percent or more above the state average. The counties that meet these criteria shall be determined by the employment security department for the most recent year for which data is available. For the purposes of administration of programs under this chapter, the United States post office five-digit zip code delivery areas will be used to determine residence status for eligibility purposes. For the purpose of this definition, a zip code delivery area of which any part is ten miles or more from an urbanized area is considered nonurbanized. A zip code totally surrounded by zip codes qualifying as nonurbanized under this definition is also considered nonurbanized. The office of financial management shall make available a zip code listing of the areas to all agencies and organizations providing services under this chapter.

8 **sec. 523.** RCW 43.21A.510 and 1995 c 399 s 66 are each amended to 9 read as follows:

In order to assist the department of $((community_{\tau}))$ trade $((\tau))$ and 10 11 economic development in providing information to businesses interested 12 in locating in Washington state, the department shall develop an environmental profile of the state. This profile shall identify the 13 14 state's natural resources and describe how these assets are valuable to 15 industry. Examples of information to be included are water resources and quality, air quality, and recreational opportunities related to 16 17 natural resources.

18 sec. 524. RCW 43.21A.515 and 1995 c 399 s 67 are each amended to 19 read as follows:

20 In order to emphasize the importance of the state's environmental 21 laws and regulations and to facilitate compliance with them, the 22 department of ecology shall provide assistance to businesses interested 23 in locating in Washington state. When the department of $((community_{r}))$ 24 trade((-,)) and economic development receives a query from an interested 25 business through its industrial marketing activities, it shall arrange for the department of ecology to provide information on the state's 26 27 environmental laws and regulations and methods of compliance. This 28 section shall facilitate compliance with state environmental laws and 29 regulations and shall not weaken their application or effectiveness.

30 Sec. 525. RCW 43.21F.025 and 1996 c 186 s 102 are each amended to 31 read as follows:

(1) "Energy" means petroleum or other liquid fuels; natural or synthetic fuel gas; solid carbonaceous fuels; fissionable nuclear material; electricity; solar radiation; geothermal resources; hydropower; organic waste products; wind; tidal activity; any other substance or process used to produce heat, light, or motion; or the 1 savings from nongeneration technologies, including conservation or 2 improved efficiency in the usage of any of the sources described in 3 this subsection;

4 (2) "Person" means an individual, partnership, joint venture,
5 private or public corporation, association, firm, public service
6 company, political subdivision, municipal corporation, government
7 agency, public utility district, joint operating agency, or any other
8 entity, public or private, however organized;

9 (3) "Director" means the director of the department of 10 ((community,)) trade((,)) and economic development;

11 (4) "Assistant director" means the assistant director of the 12 department of ((community,)) trade((-7)) and economic development 13 responsible for energy policy activities;

(5) "Department" means the department of ((community,)) trade((,))
 and economic development;

16 (6) "Distributor" means any person, private corporation, 17 partnership, individual proprietorship, utility, including investor-18 owned utilities, municipal utility, public utility district, joint 19 operating agency, or cooperative, which engages in or is authorized to 20 engage in the activity of generating, transmitting, or distributing 21 energy in this state; and

(7) "State energy strategy" means the document and energy policy
 direction developed under section 1, chapter 201, Laws of 1991
 including any related appendices.

25 **Sec. 526.** RCW 43.21F.090 and 1996 c 186 s 106 are each amended to 26 read as follows:

<u>With the guidance of an advisory committee, the department shall</u> 27 review the state energy strategy as <u>originally</u> developed under section 28 29 1, chapter 201, Laws of 1991, ((periodically with the guidance of an 30 advisory committee)) and subsequently revised. ((For each review,)) An advisory committee shall be established with a membership resembling 31 ((as closely as possible)) but not limited by the composition of the 32 33 original energy strategy advisory committee specified under section 1, 34 chapter 201, Laws of 1991. Upon completion of ((a)) one or more public hearings regarding the advisory committee's advice and recommendations 35 36 for revisions to the energy strategy, a written report shall be 37 conveyed by the department to the governor and the appropriate 38 legislative committees. Any advisory committee established under this

section shall be ((dissolved within three months after their written
 report is conveyed)) the advisory committee for the energy division.

3 **Sec. 527.** RCW 43.21G.010 and 1996 c 186 s 507 are each amended to 4 read as follows:

The legislature finds that energy in various forms is increasingly 5 subject to possible shortages and supply disruptions, to the point that 6 7 there may be foreseen an emergency situation, and that without the ability to institute appropriate emergency measures to regulate the 8 9 production, distribution, and use of energy, a severe impact on the public health, safety, and general welfare of our state's citizens may 10 11 occur. The prevention or mitigation of such energy shortages or 12 disruptions and their effects is necessary for preservation of the public health, safety, and general welfare of the citizens of this 13 14 state.

15 It is the intent of this chapter to:

16 (1) Establish necessary emergency powers for the governor and 17 define the situations under which such powers are to be exercised;

18 (2) Provide penalties for violations of this chapter.

19 It is further the intent of the legislature that in developing proposed orders under the powers granted in RCW 43.21G.040 as now or 20 hereafter amended the governor may utilize, on a temporary or ad hoc 21 22 basis, the knowledge and expertise of persons experienced in the 23 technical aspects of energy supply, distribution, or use. Such 24 utilization shall be in addition to support received by the governor 25 from the department of $((community_{r}))$ trade((-)) and economic development under RCW 43.21F.045 ((and 43.21F.065)) and from other 26 state agencies. 27

28 **Sec. 528.** RCW 43.23.035 and 1995 c 399 s 70 are each amended to 29 read as follows:

The department of agriculture is hereby designated as the agency of state government for the administration and implementation of state agricultural market development programs and activities, both domestic and foreign, and shall, in addition to the powers and duties otherwise imposed by law, have the following powers and duties:

(1) To study the potential marketability of various agricultural
 commodities of this state in foreign and domestic trade;

(2) To collect, prepare, and analyze foreign and domestic market
 2 data;

3 (3) To establish a program to promote and assist in the marketing 4 of Washington-bred horses: PROVIDED, That the department shall present 5 a proposal to the legislature no later than December 1, 1986, that 6 provides for the elimination of all state funding for the program after 7 June 30, 1989;

8 (4) To encourage and promote the sale of Washington's agricultural 9 commodities and products at the site of their production through the 10 development and dissemination of referral maps and other means;

(5) To encourage and promote those agricultural industries, such as the wine industry, which attract visitors to rural areas in which other agricultural commodities and products are produced and are, or could be, made available for sale;

15 (6) To encourage and promote the establishment and use of public 16 markets in this state for the sale of Washington's agricultural 17 products;

(7) To maintain close contact with foreign firms and governmental
 agencies and to act as an effective intermediary between foreign
 nations and Washington traders;

(8) To publish and disseminate to interested citizens and others
information which will aid in carrying out the purposes of chapters
43.23, 15.64, 15.65, and 15.66 RCW;

(9) To encourage and promote the movement of foreign and domesticagricultural goods through the ports of Washington;

(10) To conduct an active program by sending representatives to, or
 engaging representatives in, foreign countries to promote the state's
 agricultural commodities and products;

(11) To assist and to make Washington agricultural concerns more
 aware of the potentials of foreign trade and to encourage production of
 those commodities that will have high export potential and appeal;

(12) To coordinate the trade promotional activities of appropriate
 federal, state, and local public agencies, as well as civic
 organizations; and

35 (13) To develop a coordinated marketing program with the department 36 of $((community_{\tau}))$ trade $((\tau))$ and economic development, utilizing 37 existing trade offices and participating in mutual trade missions and 38 activities. As used in this section, "agricultural commodities" includes
 products of both terrestrial and aquatic farming.

3 **Sec. 529.** RCW 43.31.805 and 1998 c 345 s 3 are each amended to 4 read as follows:

The state trade fair fund is created in the custody of the state 5 treasury. All moneys received by the department of $((community_r))$ 6 7 trade((-,)) and economic development for the purposes of this fund shall be deposited into the fund. Expenditures from the fund may be used 8 9 only for the purpose of assisting state trade fairs. Only the director of $((community_{\tau}))$ trade $((\tau))$ and economic development or the director's 10 designee may authorize expenditures from the fund. The fund is subject 11 12 to allotment procedures under chapter 43.88 RCW, but no appropriation is required for expenditures. 13

14 **Sec. 530.** RCW 43.63A.230 and 1993 c 280 s 63 are each amended to 15 read as follows:

department ((of community, trade, and economic 16 (1)The 17 development)) shall integrate an employee ownership program within its existing technical assistance programs. The employee ownership program 18 shall provide technical assistance to cooperatives authorized under 19 20 chapter 23.78 RCW and conduct educational programs on employee 21 ownership and self-management. The department shall include 22 information on the option of employee ownership wherever appropriate in 23 its various programs.

(2) The department shall maintain a list of firms and individuals with expertise in the field of employee ownership and utilize such firms and individuals, as appropriate, in delivering and coordinating the delivery of technical, managerial, and educational services. In addition, the department shall work with and rely on the services of the employment security department and state institutions of higher education to promote employee ownership.

(3) ((The department shall report to the governor, the appropriate economic development committees of the senate and the house of representatives, and the ways and means committees of each house by December 1 of 1988, and each year thereafter, on the accomplishments of the employee-ownership program. Such reports shall include the number and types of firms assisted, the number of jobs created by such firms, the types of services, the number of workshops presented, the number of 1 employees trained, and the results of client satisfaction surveys
2 distributed to those using the services of the program.

3 (4))) For purposes of this section, an employee stock ownership 4 plan qualifies as a cooperative if at least fifty percent, plus one 5 share, of its voting shares of stock are voted on a one-person-one-vote 6 basis.

7 **Sec. 531.** RCW 43.88.093 and 1998 c 299 s 3 are each amended to 8 read as follows:

9 (1) When developing a biennial budget for the tourism development 10 division of the department of $((community_{\tau}))$ trade $((\tau))$ and economic 11 development, the request for funding submitted to the office of 12 financial management shall be calculated according to the formula in 13 RCW 43.88.094. The request shall be a specific designated amount in 14 the budget request for the department of $((community_{\tau}))$ trade $((\tau))$ and 15 economic development.

16 (2) This section expires June 30, 2008.

17 **Sec. 532.** RCW 43.88.094 and 1998 c 299 s 4 are each amended to 18 read as follows:

(1) The budget amount designated in RCW 43.88.093(1) is the sum of
the base amount and the growth component as calculated under subsection
(2) of this section.

22 (2) The director of the department of $((community_{\tau}))$ trade $((\tau))$ and 23 economic development shall calculate the tourism development division 24 budget in consultation with the appropriate agencies in the following 25 manner:

(a) The base amount, beginning in the budget for the biennium
ending June 30, 2001, and for each subsequent biennium thereafter,
equals the previous biennial budget, including any supplemental
allocations and any growth component amounts from previous biennia.

(b) For the growth component, beginning in the budget for the 30 31 biennium ending June 30, 2001: (i) Compute the state retail sales tax 32 revenues for the target business categories for the calendar year two 33 years prior to the beginning of the biennium for which the budget request will be made; (ii) compute the state retail sales tax revenues 34 35 for the target business categories for the calendar year four years prior to the beginning of the biennium for which the budget request 36 37 will be made; (iii) calculate the percentage change in these two sales

1 tax revenue amounts; (iv) if the percentage exceeds eight percent 2 growth, calculate the amount of sales tax revenue that represents the 3 excess in revenue growth greater than six percent; and (v) calculate 4 the growth component by dividing the excess revenue growth by two. The 5 amount of the growth component for any biennium shall not exceed two 6 million dollars per fiscal year for the biennium.

7

(3) As used in this section:

8 (a) "Target business categories" means businesses in standard 9 industrial classification codes 58 (eating and drinking), 70 (lodging), 10 7514 (auto rental), and 79 (recreation). If at any time the United 11 States office of management and budget or a successor agency should 12 change or replace the present standard industrial classification code 13 system, the department of $((community_{\tau}))$ trade $((\tau))$ and economic development shall use the code system issued by the office of 14 15 management and budget or its successor agency to determine codes 16 corresponding to those listed in this definition.

(b) "Retail sales" means the gross sales subject to the tax imposed in chapter 82.08 RCW received by businesses identified in department of revenue records by standard industrial classification codes 58, 70, 7514, and 79.

21 (4) This section expires June 30, 2008.

22 **Sec. 533.** RCW 43.160.020 and 1999 c 164 s 102 are each amended to 23 read as follows:

24 Unless the context clearly requires otherwise, the definitions in 25 this section apply throughout this chapter.

26 (1) "Board" means the community economic revitalization board.

(2) "Bond" means any bond, note, debenture, interim certificate, or
other evidence of financial indebtedness issued by the board pursuant
to this chapter.

30 (3) "Department" means the department of ((community,)) trade((-))
 31 and economic development.

(4) "Financial institution" means any bank, savings and loan association, credit union, development credit corporation, insurance company, investment company, trust company, savings institution, or other financial institution approved by the board and maintaining an office in the state.

37 (5) "Industrial development facilities" means "industrial38 development facilities" as defined in RCW 39.84.020.

(6) "Industrial development revenue bonds" means tax-exempt revenue
 bonds used to fund industrial development facilities.

3 (7) "Local government" or "political subdivision" means any port 4 district, county, city, town, special purpose district, and any other 5 municipal corporations or quasi-municipal corporations in the state 6 providing for public facilities under this chapter.

7 (8) "Sponsor" means any of the following entities which customarily 8 provide service or otherwise aid in industrial or other financing and 9 are approved as a sponsor by the board: A bank, trust company, savings 10 bank, investment bank, national banking association, savings and loan 11 association, building and loan association, credit union, insurance 12 company, or any other financial institution, governmental agency, or 13 holding company of any entity specified in this subsection.

(9) "Umbrella bonds" means industrial development revenue bonds
from which the proceeds are loaned, transferred, or otherwise made
available to two or more users under this chapter.

(10) "User" means one or more persons acting as lessee, purchaser,
mortgagor, or borrower under a financing document and receiving or
applying to receive revenues from bonds issued under this chapter.

(11) "Public facilities" means a project of a local government for the planning, acquisition, construction, repair, reconstruction, replacement, rehabilitation, or improvement of bridges, roads, domestic and industrial water, earth stabilization, sanitary sewer, storm sewer, railroad, electricity, telecommunications, transportation, natural gas, buildings or structures, and port facilities, all for the purpose of job creation, job retention, or job expansion.

(12) "Rural county" means a county with a population density of
 fewer than one hundred persons per square mile as determined by the
 office of financial management.

30

(13) "Rural natural resources impact area" means:

(a) A nonmetropolitan county, as defined by the 1990 decennial
census, that meets three of the five criteria set forth in subsection
(14) of this section;

(b) A nonmetropolitan county with a population of less than forty
thousand in the 1990 decennial census, that meets two of the five
criteria as set forth in subsection (14) of this section; or

(c) A nonurbanized area, as defined by the 1990 decennial census,
that is located in a metropolitan county that meets three of the five
criteria set forth in subsection (14) of this section.

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(14) For the purposes of designating rural natural resources impact
 areas, the following criteria shall be considered:

3 (a) A lumber and wood products employment location quotient at or4 above the state average;

5 (b) A commercial salmon fishing employment location quotient at or
6 above the state average;

7 (c) Projected or actual direct lumber and wood products job losses8 of one hundred positions or more;

9 (d) Projected or actual direct commercial salmon fishing job losses 10 of one hundred positions or more; and

(e) An unemployment rate twenty percent or more above the state 11 average. The counties that meet these criteria shall be determined by 12 13 the employment security department for the most recent year for which data is available. For the purposes of administration of programs 14 15 under this chapter, the United States post office five-digit zip code 16 delivery areas will be used to determine residence status for 17 eligibility purposes. For the purpose of this definition, a zip code delivery area of which any part is ten miles or more from an urbanized 18 19 area is considered nonurbanized. A zip code totally surrounded by zip codes qualifying as nonurbanized under this definition is also 20 considered nonurbanized. The office of financial management shall make 21 available a zip code listing of the areas to all agencies and 22 23 organizations providing services under this chapter.

24 **Sec. 534.** RCW 43.160.115 and 1995 c 399 s 87 are each amended to 25 read as follows:

In addition to its powers and duties under this chapter, the 26 27 community economic revitalization board shall cooperate with the ((Washington state development loan fund committee)) department in 28 29 order to provide for coordination of their very similar programs. 30 Under this chapter, it is the duty of the department ((of community, trade, and economic development and the board)) to financially assist 31 the committee to the extent required by law. ((Funds appropriated to 32 33 the board or the department of community, trade, and economic development for the use of the board shall be transferred to the 34 35 department of community, trade, and economic development to the extent 36 required by law.))

1 sec. 535. RCW 43.160.180 and 1995 c 399 s 88 are each amended to
2 read as follows:

3 (1) There is hereby created the private activity bond subcommittee4 of the board.

5 (2) The subcommittee shall be primarily responsible for reviewing 6 and making recommendations to the board on requests for certification 7 and allocation pursuant to the provisions of chapter 39.86 RCW and as 8 authorized by rules adopted by the board.

9 (3) The subcommittee shall consist of the following members: Six 10 members of the board including: (a) The chair; (b) the county 11 official; (c) the city official; (d) the port district official; (e) a 12 legislator, appointed by the chair; and (f) the representative of the 13 public. The members' terms shall coincide with their terms of 14 appointment to the board.

15 (4) Staff support to the subcommittee shall be provided by the 16 department ((of community, trade, and economic development)).

17 (5) Members of the subcommittee shall receive no compensation but 18 shall be reimbursed for travel expenses under RCW 43.03.050 and 19 43.03.060.

(6) If a vacancy on the subcommittee occurs by death, resignation, failure to hold the office from which the member was appointed, or otherwise, the vacancy shall be filled through the procedures specified for filling the corresponding vacancy on the board.

24 **Sec. 536.** RCW 43.163.020 and 1995 c 399 s 89 are each amended to 25 read as follows:

The Washington economic development finance authority is established as a public body corporate and politic, with perpetual corporate succession, constituting an instrumentality of the state of Washington exercising essential governmental functions. The authority is a public body within the meaning of RCW 39.53.010.

The authority shall consist of eighteen (([seventeen])) members as 31 32 follows: The director of the department of $((community_{\tau}))$ trade $((\tau))$ 33 and economic development, the director of the department of community 34 development, the director of the department of agriculture, the state treasurer, one member from each caucus in the house of representatives 35 36 appointed by the speaker of the house, one member from each caucus in the senate appointed by the president of the senate, and ten public 37 38 members with one representative of women-owned businesses and one

representative of minority-owned businesses and with at least three of 1 the members residing east of the Cascades. The public members shall be 2 residents of the state appointed by the governor on the basis of their 3 4 interest or expertise in trade, agriculture or business finance or jobs 5 creation and development. One of the public members shall be appointed by the governor as chair of the authority and shall serve as chair of 6 7 the authority at the pleasure of the governor. The authority may 8 select from its membership such other officers as it deems appropriate.

9 The term of the persons appointed by the governor as public members 10 of the authority, including the public member appointed as chair, shall 11 be four years from the date of appointment, except that the term of 12 three of the initial appointees shall be for two years from the date of 13 appointment and the term of four of the initial appointees shall be for 14 three years from the date of appointment. The governor shall designate 15 the appointees who will serve the two-year and three-year terms.

In the event of a vacancy on the authority due to death, resignation or removal of one of the public members, or upon the expiration of the term of one of the public members, the governor shall appoint a successor for the remainder of the unexpired term. If either of the state offices is abolished, the resulting vacancy on the authority shall be filled by the state officer who shall succeed substantially to the power and duties of the abolished office.

Any public member of the authority may be removed by the governor for misfeasance, malfeasance or willful neglect of duty after notice and a public hearing, unless such notice and hearing shall be expressly waived in writing by the affected public member.

The state officials serving in ex officio capacity may each designate an employee of their respective departments to act on their behalf in all respects with regard to any matter to come before the authority. Such designations shall be made in writing in such manner as is specified by the rules of the authority.

The members of the authority shall serve without compensation but shall be entitled to reimbursement, solely from the funds of the authority, for expenses incurred in the discharge of their duties under this chapter. The authority may borrow funds from the department for the purpose of reimbursing members for expenses; however, the authority shall repay the department as soon as practicable.

38 A majority of the authority shall constitute a quorum.

1 sec. 537. RCW 43.163.120 and 1998 c 245 s 51 are each amended to
2 read as follows:

3 The authority shall receive no appropriation of state funds. The 4 department of $((community_r))$ trade((-r)) and economic development shall 5 provide staff to the authority, to the extent permitted by law, to enable the authority to accomplish its purposes; the staff from the 6 department of $((community_{\tau}))$ trade $((\tau))$ and economic development may 7 assist the authority in organizing itself and in designing programs, 8 but shall not be involved in the issuance of bonds or in making credit 9 10 decisions regarding financing provided to borrowers by the authority.

11 **Sec. 538.** RCW 43.170.020 and 1995 c 399 s 93 are each amended to 12 read as follows:

13 Unless the context clearly requires otherwise, the definitions in 14 this section apply throughout this chapter.

(1) "Department" means the department of ((community,)) trade((-,))
 and economic development.

17 (2) "Director" means the director of ((community,)) trade((-)) and 18 economic development.

(3) "Program" means the small business innovators' opportunityprogram.

(4) "Inventor" or "innovator" means one who thinks of, imagines, or creates something new which may result in a device, contrivance, or process for the first time, through the use of the imagination or ingenious thinking and experimentation.

(5) "Proposal" means a plan provided by an inventor or innovator onan idea for an invention or an improvement.

(6) "Higher education" means any university, college, communitycollege, or technical institute in this state.

29 **Sec. 539.** RCW 43.172.011 and 1995 c 399 s 96 are each amended to 30 read as follows:

31 Unless the context clearly requires otherwise, the definitions in 32 this section apply throughout RCW 43.172.020 through 43.172.110.

(1) "Approved surety company" means a surety company approved by
 the department for participation in providing direct bonding assistance
 to qualified contractors.

36 (2) "Bond" means any bond or security required for bid, payment, or37 performance of contracts.

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(3) "Department" means the department of ((community,)) trade((-,))
 and economic development.

3 (4) "Program" means the Washington state small business bonding4 assistance program provided for in this chapter.

5 (5) "Qualified contractor" means any resident minority business 6 enterprise or women's business enterprise, as determined by the 7 department to be consistent with the requirements of chapter 39.19 RCW 8 and engaged in the contracting business, which has obtained a 9 certificate of accreditation from the Washington state small business 10 bonding assistance program.

11 **Sec. 540.** RCW 43.210.030 and 1998 c 109 s 2 are each amended to 12 read as follows:

13 The small business export finance assistance center and its 14 branches shall be governed and managed by a board of seven directors appointed by the governor, with the advice of the board, and confirmed 15 by the senate. The directors shall serve terms of four years following 16 the terms of service established by the initial appointments after June 17 18 11, 1998. Three appointees, including directors on June 11, 1998, who are reappointed, must serve initial terms of two years and, if a 19 director is reappointed that director may serve a consecutive four-year 20 Four appointees, including directors on June 11, 1998, who are 21 term. reappointed, must serve initial terms of four years and, if a director 22 23 is reappointed that director may serve a consecutive four-year term. 24 After the initial appointments, directors may serve two consecutive 25 terms. The directors may provide for the payment of their expenses. 26 The directors shall include the director of $((community_7))$ trade $((\tau_7))$ 27 and economic development or the director's designee; representatives of a large financial institution engaged in financing export transactions 28 29 in the state of Washington; a small financial institution engaged in financing export transactions in the state of Washington; a large 30 exporting company domiciled in the state of Washington; a small 31 exporting company in the state of Washington; organized labor in a 32 33 trade involved in international commerce; and a representative at 34 large. To the extent possible, appointments to the board shall reflect geographical balance and the diversity of the state population. 35 Any 36 vacancies on the board due to the expiration of a term or for any other

reason shall be filled by appointment by the governor for the unexpired
 term.

3 **Sec. 541.** RCW 43.210.050 and 1998 c 245 s 84 are each amended to 4 read as follows:

5 The small business export finance assistance center formed under RCW 43.210.020 and 43.210.030 shall enter into a contract under this 6 7 chapter with the department of ((community,)) trade((,)) and economic 8 development or its statutory successor. The contract shall require the 9 center to provide export assistance services, consistent with RCW 43.210.070 and 43.210.100 through 43.210.120, shall have a duration of 10 two years, and shall require the center to aggressively seek to fund 11 12 its continued operation from nonstate funds. The contract shall also require the center to report annually to the department on its success 13 14 in obtaining nonstate funding. Upon expiration of the contract, any 15 provisions within the contract applicable to the Pacific Northwest 16 export assistance project shall be automatically renewed without change provided the legislature appropriates funds for administration of the 17 18 small business export assistance center and the Pacific Northwest 19 export assistance project. The provisions of the contract related to the Pacific Northwest export assistance project may be changed at any 20 21 time if the director of the department of $((community_{\tau}))$ trade $((\tau))$ and economic development or the president of the small business export 22 23 finance assistance center present compelling reasons supporting the 24 need for a contract change to the board of directors and a majority of 25 the board of directors agrees to the changes. The department of 26 agriculture shall be included in the contracting negotiations with the department of $((community_{\tau}))$ trade $((\tau))$ and economic development and 27 the small business export finance assistance center when the Pacific 28 29 Northwest export assistance project provides export services to 30 industrial sectors within the administrative domain of the Washington state department of agriculture. 31

32 **Sec. 542.** RCW 43.210.060 and 1995 c 399 s 108 are each amended to 33 read as follows:

The department of $((community_{\tau}))$ trade $((\tau))$ and economic development or its statutory successor shall adopt rules under chapter 36 34.05 RCW as necessary to carry out the purposes of this chapter.

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1 sec. 543. RCW 43.330.092 and 1997 c 220 s 222 are each amended to
2 read as follows:

3 The film and video promotion account is created in the state 4 treasury. All receipts from RCW 36.102.060(14) must be deposited into 5 the account. Moneys in the account may be spent only after Expenditures from the account may be used by the 6 appropriation. 7 department ((of community, trade, and economic development)) only for 8 the purposes of promotion of the film and video production industry in 9 the state of Washington.

10 **Sec. 544.** RCW 43.330.094 and 1997 c 220 s 223 are each amended to 11 read as follows:

12 The tourism development and promotion account is created in the state treasury. All receipts from RCW 36.102.060(10) must be deposited 13 14 into the account. Moneys in the account may be spent only after 15 appropriation. Expenditures from the account may be used by the department ((of community, trade, and economic development)) only for 16 the purposes of promotion of the tourism industry in the state of 17 18 Washington.

19 Sec. 545. RCW 50.67.030 and 1994 sp.s. c 3 s 8 are each amended to 20 read as follows:

In addition to its duties under this chapter, the Washington state job training coordinating council shall advise the employment security department and the department of $((community_{\tau}))$ trade $((\tau))$ and economic development on the development and implementation of the Washington youthbuild program created under chapter 50.72 RCW.

26 **Sec. 546.** RCW 50.72.030 and 1994 sp.s. c 3 s 3 are each amended to 27 read as follows:

The Washington youthbuild program is established within the department. The commissioner, in cooperation and consultation with the director of the department of $((community_{\tau}))$ trade $((\tau))$ and economic development, shall:

(1) Make grants, up to the lesser of three hundred thousand dollars or twenty-five percent of the total costs of the youthbuild activities, to applicants eligible to provide education and employment training under federal or state employment training programs, for the purpose of carrying out a wide range of multidisciplinary activities and services 1 to assist economically disadvantaged youth under the federal 2 opportunities for youth: Youthbuild program (106 Stat. 3723; 42 U.S.C. 3 Sec. 8011), or locally developed youthbuild-type programs for 4 economically disadvantaged youth; and

5 (2) Coordinate youth employment and training efforts under the 6 department's jurisdiction and cooperate with other agencies and 7 departments providing youth services to ensure that funds appropriated 8 for the purposes of this chapter will be used to supplement funding 9 from federal, state, local, or private sources.

10 **Sec. 547.** RCW 67.28.8001 and 1997 c 452 s 6 are each amended to 11 read as follows:

12 (1) Each municipality imposing a tax under chapter 67.28 RCW shall 13 submit a report to the department of $((community_{\tau}))$ trade $((\tau_{\tau}))$ and 14 economic development on October 1, 1998, and October 1, 2000. Each 15 report shall include the following information:

16

(a) The rate of tax imposed under chapter 67.28 RCW;

(b) The total revenue received under chapter 67.28 RCW for each ofthe preceding six years;

(c) A list of projects and activities funded with revenue receivedunder chapter 67.28 RCW; and

(d) The amount of revenue under chapter 67.28 RCW expended for eachproject and activity.

23 (2) The department of $((community_{\tau}))$ trade $((\tau))$ and economic 24 development shall summarize and analyze the data received under 25 subsection (1) of this section in a report submitted to the legislature on January 1, 1999, and January 1, 2001. The report shall include, but 26 not be limited to, analysis of factors contributing to growth in 27 revenue received under chapter 67.28 RCW and the effects of projects 28 29 and activities funded with revenue received under chapter 67.28 RCW on 30 tourism growth.

31 **Sec. 548.** RCW 70.95H.007 and 1995 c 399 s 192 are each amended to 32 read as follows:

There is created the clean Washington center within the department of $((community_{,}))$ trade $((_{,}))$ and economic development. As used in this chapter, "center" means the clean Washington center. 1 **Sec. 549.** RCW 70.95H.050 and 1995 c 399 s 194 are each amended to 2 read as follows:

The center shall solicit financial contributions and support from manufacturing industries and other private sector sources, foundations, and grants from governmental sources to assist in conducting its activities. It may also use separately appropriated funds of the department of $((community_{\tau}))$ trade $((\tau))$ and economic development for the center's activities.

9 Sec. 550. RCW 74.13.090 and 1995 c 399 s 204 are each amended to 10 read as follows:

(1) There is established a child care coordinating committee to provide coordination and communication between state agencies responsible for child care and early childhood education services. The child care coordinating committee shall be composed of not less than seventeen nor more than thirty-three members who shall include:

16 (a) One representative each from the department of social and 17 health services, the department of $((community_{\tau}))$ trade $((\tau))$ and 18 economic development, the office of the superintendent of public 19 instruction, and any other agency having responsibility for regulation, 20 provision, or funding of child care services in the state;

21 (b) One representative from the department of labor and industries;

22 (c) One representative from the department of revenue;

23 (d) One representative from the employment security department;

24 (e) One representative from the department of personnel;

25 (f) One representative from the department of health;

(g) At least one representative of family home child care providersand one representative of center care providers;

(h) At least one representative of early childhood developmentexperts;

(i) At least one representative of school districts and teachersinvolved in the provision of child care and preschool programs;

32 (j) At least one parent education specialist;

33 (k) At least one representative of resource and referral programs;

34 (1) One pediatric or other health professional;

35 (m) At least one representative of college or university child care 36 providers;

37 (n) At least one representative of a citizen group concerned with38 child care;

1

(o) At least one representative of a labor organization;

2 (p) At least one representative of a head start - early childhood
3 education assistance program agency;

4 (q) At least one employer who provides child care assistance to 5 employees;

6 (r) Parents of children receiving, or in need of, child care, half 7 of whom shall be parents needing or receiving subsidized child care and 8 half of whom shall be parents who are able to pay for child care.

9 The named state agencies shall select their representative to the 10 child care coordinating committee. The department of social and health shall select the remaining members, 11 services considering recommendations from lists submitted by professional associations and 12 13 other interest groups until such time as the committee adopts a member 14 selection process. The department shall use any federal funds which 15 may become available to accomplish the purposes of RCW 74.13.085 16 through 74.13.095.

The committee shall elect officers from among its membership and 17 shall adopt policies and procedures specifying the lengths of terms, 18 19 methods for filling vacancies, and other matters necessary to the 20 ongoing functioning of the committee. The secretary of social and health services shall appoint a temporary chair until the committee has 21 adopted policies and elected a chair accordingly. 22 Child care 23 coordinating committee members shall be reimbursed for travel expenses 24 as provided in RCW 43.03.050 and 43.03.060.

(2) To the extent possible within available funds, the child carecoordinating committee shall:

(a) Serve as an advisory coordinator for all state agencies
 responsible for early childhood or child care programs for the purpose
 of improving communication and interagency coordination;

30 (b) Annually review state programs and make recommendations to the 31 agencies and the legislature which will maximize funding and promote 32 furtherance of the policies set forth in RCW 74.13.085. Reports shall 33 be provided to all appropriate committees of the legislature by 34 December 1 of each year. At a minimum the committee shall:

(i) Review and propose changes to the child care subsidy system inits December 1989 report;

(ii) Review alternative models for child care service systems, in
 the context of the policies set forth in RCW 74.13.085, and recommend
 to the legislature a new child care service structure; and

(iii) Review options and make recommendations on the feasibility of
 establishing an allocation for day care facilities when constructing
 state buildings;

4 (c) Review department of social and health services administration
5 of the child care expansion grant program described in RCW 74.13.095;
6 (d) Review rules regarding child care facilities and services for
7 the purpose of identifying those which unnecessarily obstruct the
8 availability and affordability of child care in the state;

9 (e) Advise and assist the office of child care policy in 10 implementing his or her duties under RCW 74.13.0903;

(f) Perform other functions to improve the quantity and quality of child care in the state, including compliance with existing and future prerequisites for federal funding; and

14 (g) Advise and assist the department of personnel in its 15 responsibility for establishing policies and procedures that provide 16 for the development of quality child care programs for state employees.

17 Sec. 551. RCW 76.09.030 and 1999 sp.s. c 4 s 1001 are each amended 18 to read as follows:

(1) There is hereby created the forest practices board of the state of Washington as an agency of state government consisting of members as follows:

(a) The commissioner of public lands or the commissioner'sdesignee;

(b) The director of the department of $((community_{\tau}))$ trade $((\tau))$ and economic development or the director's designee;

(c) The director of the department of agriculture or the director'sdesignee;

(d) The director of the department of ecology or the director'sdesignee;

30 (e) The director of the department of fish and wildlife or the31 director's designee;

(f) An elected member of a county legislative authority appointed by the governor: PROVIDED, That such member's service on the board shall be conditioned on the member's continued service as an elected county official; and

36 (g) Six members of the general public appointed by the governor, 37 one of whom shall be an owner of not more than five hundred acres of 1 forest land, and one of whom shall be an independent logging
2 contractor.

3 (2) The director of the department of fish and wildlife's service 4 on the board may be terminated two years after August 18, 1999, if the legislature finds that after two years the department has not made 5 substantial progress toward integrating the laws, rules, and programs 6 7 governing forest practices, chapter 76.09 RCW, and the laws, rules, and 8 programs governing hydraulic projects, chapter ((75.20)) 77.55 RCW. 9 Such a finding shall be based solely on whether the department of fish 10 and wildlife makes substantial progress as defined in this subsection, and will not be based on other actions taken as a member of the board. 11 Substantial progress shall include recommendations to the legislature 12 for closer integration of the existing rule-making authorities of the 13 board and the department of fish and wildlife, and closer integration 14 15 of the forest practices and hydraulics permitting processes, including 16 exploring the potential for a consolidated permitting process. These 17 recommendations shall be designed to resolve problems currently associated with the existing dual regulatory and permitting processes. 18

19 (3) The members of the initial board appointed by the governor shall be appointed so that the term of one member shall expire December 20 31, 1975, the term of one member shall expire December 31, 1976, the 21 term of one member shall expire December 31, 1977, the terms of two 22 members shall expire December 31, 1978, and the terms of two members 23 24 shall expire December 31, 1979. Thereafter, each member shall be 25 appointed for a term of four years. Vacancies on the board shall be 26 filled in the same manner as the original appointments. Each member of the board shall continue in office until his or her successor is 27 appointed and qualified. The commissioner of public lands or the 28 29 commissioner's designee shall be the chairman of the board.

30 (4) The board shall meet at such times and places as shall be 31 designated by the chairman or upon the written request of the majority 32 of the board. The principal office of the board shall be at the state 33 capital.

34 (5) Members of the board, except public employees and elected 35 officials, shall be compensated in accordance with RCW 43.03.250. Each 36 member shall be entitled to reimbursement for travel expenses incurred 37 in the performance of their duties as provided in RCW 43.03.050 and 38 43.03.060. 1 (6) The board may employ such clerical help and staff pursuant to 2 chapter 41.06 RCW as is necessary to carry out its duties.

3 **Sec. 552.** RCW 76.56.020 and 1994 c 282 s 1 are each amended to 4 read as follows:

5 The center shall:

6 (1) Coordinate the University of Washington's college of forest 7 resources' faculty and staff expertise to assist in:

8 (a) The development of research and analysis for developing 9 policies and strategies which will expand forest-based international 10 trade, including a major focus on secondary manufacturing;

(b) The development of technology or commercialization support for manufactured products that will meet the evolving needs of international customers;

(c) The development of research and analysis on other factors
 critical to forest-based trade, including the quality and availability
 of raw wood resources; and

(d) The coordination, development, and dissemination of market and technical information relevant to international trade in forest products, including a major focus on secondary manufacturing;

(2) Further develop and maintain computer data bases on worldwide 20 forest products production and trade in order to monitor and report on 21 trends significant to the Northwest forest products industry and 22 23 support the center's research functions; and coordinate this system 24 with state, federal, and private sector efforts to insure a cost-25 effective information resource that will avoid unnecessary duplication; (3) Monitor international forest products markets and assess the 26 27 status of the state's forest products industry, including the competitiveness of small and medium-sized secondary manufacturing firms 28 29 in the forest products industry, which for the purposes of this chapter 30 shall be firms with annual revenues of twenty-five million or less, and including the increased exports of Washington-produced products of 31 32 small and medium-sized secondary manufacturing firms;

33 (4) Provide high-quality research and graduate education and 34 professional nondegree training in international trade in forest 35 products in cooperation with the University of Washington's graduate 36 school of business administration, the school of law, the Jackson 37 school of international studies, the Northwest policy center of the 1 graduate school of public administration, and other supporting academic
2 units;

3 (5) Develop cooperative linkages with the international marketing 4 program for agricultural commodities and trade at Washington State 5 University, the international trade project of the United States forest 6 service, the department of natural resources, the department of 7 ((community,)) trade((,)) and economic development, the small business 8 export finance assistance center, and other state and federal agencies 9 to avoid duplication of effort and programs;

10 (6) Cooperate with personnel from the state's community and 11 technical colleges in their development of wood products manufacturing 12 and wood technology curriculum and offer periodic workshops on wood 13 products manufacturing, wood technology, and trade opportunities to 14 community colleges and private educators and trainers;

(7) Provide for public dissemination of research, analysis, and results of the center's programs to all groups, including direct assistance groups, through technical workshops, short courses, international and national symposia, cooperation with private sector networks and marketing associations, or other means, including appropriate publications;

(8) Establish an executive policy board, including representatives 21 of small and medium-sized businesses, with at least fifty percent of 22 23 its business members representing small businesses with one hundred or 24 fewer employees and medium-sized businesses with one hundred to five 25 hundred employees. The executive policy board shall also include a 26 representative of the community and technical colleges, representatives 27 of state and federal agencies, and a representative of a wood products manufacturing network or trade association of small and medium-sized 28 wood product manufacturers. The executive policy board shall provide 29 30 advice on: Overall policy direction and program priorities, state and federal budget requests, securing additional research 31 funds, identifying priority areas of focus for research efforts, selection of 32 33 projects for research, and dissemination of results of research 34 efforts; and

(9) Establish advisory or technical committees for each research program area, to advise on research program area priorities, consistent with the international trade opportunities achievable by the forest products sector of the state and region, to help ensure projects are relevant to industry needs, and to advise on and support effective

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dissemination of research results. Each advisory or technical
 committee shall include representatives of forest products industries
 that might benefit from this research.

4 Service on the committees and the executive policy board 5 established in subsections (8) and (9) of this section shall be without 6 compensation but actual travel expenses incurred in connection with 7 service to the center may be reimbursed from appropriated funds in 8 accordance with RCW 43.03.050 and 43.03.060.

9 Sec. 553. RCW 77.12.710 and 1998 c 245 s 159 are each amended to 10 read as follows:

The legislature hereby directs the department to determine the 11 12 feasibility and cost of doubling the statewide game fish production by the year 2000. The department shall seek to equalize the effort and 13 investment expended on anadromous and resident game fish programs. The 14 15 department shall provide the legislature with a specific plan for legislative approval that will outline the feasibility of increasing 16 game fish production by one hundred percent over current levels by the 17 18 year 2000. The plan shall contain specific provisions to increase both 19 hatchery and naturally spawning game fish to a level that will support the production goal established in this section consistent with 20 department policies. Steelhead trout, searun cutthroat trout, resident 21 22 trout, and warmwater fish producing areas of the state shall be 23 included in the plan.

24

The plan shall include the following critical elements:

(1) Methods of determining current catch and production, and catchand production in the year 2000;

(2) Methods of involving fishing groups, including Indian tribes,in a cooperative manner;

(3) Methods for using low capital cost projects to produce gamefish as inexpensively as possible;

31 (4) Methods for renovating and modernizing all existing hatcheries32 and rearing ponds to maximize production capability;

33 (5) Methods for increasing the productivity of natural spawning 34 game fish;

35 (6) Application of new technology to increase hatchery and natural 36 productivity;

37 (7) Analysis of the potential for private contractors to produce38 game fish for public fisheries;

(8) Methods to optimize public volunteer efforts and cooperative 1 2 projects for maximum efficiency;

3 (9) Methods for development of trophy game fish fisheries;

4 (10) Elements of coordination with the Pacific Northwest Power Council programs to ensure maximum Columbia river benefits; 5

б (11) The role that should be played by private consulting companies 7 in developing and implementing the plan;

8 (12) Coordination with federal fish and wildlife agencies, Indian 9 tribes, and department fish production programs;

10

(13) Future needs for game fish predator control measures;

(14) Development of disease control measures; 11

(15) Methods for obtaining access to waters currently not available 12 13 to anglers; and

14 (16) Development of research programs to support game fish management and enhancement programs. 15

16 The department, in cooperation with the department of revenue, 17 shall assess various funding mechanisms and make recommendations to the legislature in the plan. The department, in cooperation with the 18 19 department of ((community,)) trade((-,)) and economic development, shall 20 prepare an analysis of the economic benefits to the state that will occur when the game fish production is increased by one hundred percent 21 22 in the year 2000.

23 Sec. 554. RCW 79A.60.480 and 2000 c 11 s 109 are each amended to read as follows: 24

25 (1) The department of licensing shall issue a whitewater river 26 outfitter's license to applicant who submits an a completed application, pays the required fee, and complies with the requirements 27 of this section. 28

29 (2) An applicant for a whitewater river outfitter's license shall 30 make application upon a form provided by the department of licensing. The form must be submitted annually and include the following 31 information: 32

33 (a) The name, residence address, and residence telephone number, and the business name, address, and telephone number of the applicant; 34 that 35 Certification all employees, subcontractors, (b) or 36 independent contractors hired as guides meet training standards under 37 RCW 79A.60.430 before carrying any passengers for hire;

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1 (c) Proof that the applicant has liability insurance for a minimum 2 of three hundred thousand dollars per claim for occurrences by the 3 applicant and the applicant's employees that result in bodily injury or 4 property damage. All guides must be covered by the applicant's 5 insurance policy;

6 (d) Certification that the applicant will maintain the insurance 7 for a period of not less than one year from the date of issuance of the 8 license; and

9 (e) Certification by the applicant that for a period of not less 10 than twenty-four months immediately preceding the application the 11 applicant:

(i) Has not had a license, permit, or certificate to carry passengers for hire on a river revoked by another state or by an agency of the government of the United States due to a conviction for a violation of safety or insurance coverage requirements no more stringent than the requirements of this chapter; and

(ii) Has not been denied the right to apply for a license, permit, or certificate to carry passengers for hire on a river by another state.

(3) The department of licensing shall charge a fee for eachapplication, to be set in accordance with RCW 43.24.086.

(4) Any person advertising or representing himself or herself as a
 whitewater river outfitter who is not currently licensed is guilty of
 a gross misdemeanor.

25 (5) The department of licensing shall submit annually a list of 26 licensed persons and companies to the department of ((community,))27 trade $((\tau))$ and economic development, tourism promotion division.

(6) If an insurance company cancels or refuses to renew insurance for a licensee, the insurance company shall notify the department of licensing in writing of the termination of coverage and its effective date not less than thirty days before the effective date of termination.

(a) Upon receipt of an insurance company termination notice, the department of licensing shall send written notice to the licensee that on the effective date of termination the department of licensing will suspend the license unless proof of insurance as required by this section is filed with the department of licensing before the effective date of the termination.

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1 (b) If an insurance company fails to give notice of coverage 2 termination, this failure shall not have the effect of continuing the 3 coverage.

4 (c) The department of licensing may suspend a license under this 5 section if the licensee fails to maintain in full force and effect the 6 insurance required by this section.

7 (7) The state of Washington shall be immune from any civil action 8 arising from the issuance of a license under this section.

9 Sec. 555. RCW 81.80.450 and 1998 c 245 s 167 are each amended to 10 read as follows:

11 (1) The department of $((community_{\tau}))$ trade $((\tau))$ and economic 12 development, in conjunction with the utilities and transportation 13 commission and the department of ecology, shall evaluate the effect of 14 exempting motor vehicles transporting recovered materials from rate 15 regulation as provided under RCW 81.80.440. The evaluation shall, at 16 a minimum, describe the effect of such exemption on:

17 (a) The cost and timeliness of transporting recovered materials18 within the state;

(b) The volume of recovered materials transported within the state;
(c) The number of safety violations and traffic accidents related
to transporting recovered materials within the state; and

(d) The availability of service related to transporting recoveredmaterials from rural areas of the state.

(2) The commission shall adopt rules requiring persons transporting
recovered materials to submit information required under RCW 70.95.280.
In adopting such rules, the commission shall include procedures to
ensure the confidentiality of proprietary information.

28 **Sec. 556.** RCW 82.35.080 and 1999 c 358 s 15 are each amended to 29 read as follows:

30 (1) Except as provided in subsection (2) of this section, the 31 department shall revoke any certificate issued under this chapter if it 32 finds that any of the following have occurred with respect to the 33 certificate:

34 (a) The certificate was obtained by fraud or deliberate35 misrepresentation;

(b) The certificate was obtained through the use of inaccurate databut without any intention to commit fraud or misrepresentation;

1 (c) The facility was constructed or operated in violation of any 2 provision of this chapter or provision imposed by the department as a 3 condition of certification; or

4 (d) The cogeneration facility is no longer capable of being 5 operated for the primary purpose of cogeneration.

6 (2) If the department finds that there are few inaccuracies under 7 subsection (1)(b) of this section and that cumulatively they are 8 insignificant in terms of the cost or operation of the facility or that 9 the inaccurate data is not attributable to carelessness or negligence 10 and its inclusion was reasonable under the circumstances, then the 11 department may provide for the continuance of the certificate and 12 whatever modification it considers in the public interest.

13 (3) Any person, firm, corporation, or organization that obtains a 14 certificate revoked under this section shall be liable for the total 15 amount of money saved by claiming the credits and exemptions provided 16 under this chapter. The total amount of the credits shall be collected as delinguent business and occupation taxes, and the total of the 17 exemptions shall be collected and distributed as delinquent property 18 19 taxes. Interest shall accrue on the amounts of the credits and 20 exemptions from the date the taxes were otherwise due.

21 (4) The department of $((community_{\tau}))$ trade $((\tau))$ and economic 22 development shall provide technical assistance to the department in 23 carrying out its responsibilities under this section.

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26

PART V

REFERENCES TO DEPARTMENT OF COMMUNITY DEVELOPMENT AND DEPARTMENT OF TRADE AND ECONOMIC DEVELOPMENT

27 NEW SECTION. Sec. 601. The department of community development 28 and the department of trade and economic development shall continue to 29 strengthen their existing working relationships. The existing partnerships are especially notable in rural economic development, and 30 in infrastructure financing but there should be no limitation placed 31 32 on, or barriers raised to continuing efforts to find new areas of 33 collaboration. To increase the efficiency of service delivery by both departments, new ways of collaborating in the delivery of services 34 35 should not be limited only to the two departments but should be sought and implemented with other departments of state government and with 36 37 local and federal governments.

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Sec. 602. RCW 41.06.070 and 1998 c 245 s 40 are each amended to 1 2 read as follows:

3

(1) The provisions of this chapter do not apply to:

4 (a) The members of the legislature or to any employee of, or 5 position in, the legislative branch of the state government including members, officers, and employees of the legislative council, joint 6 7 legislative audit and review committee, statute law committee, and any 8 interim committee of the legislature;

9 (b) The justices of the supreme court, judges of the court of 10 appeals, judges of the superior courts or of the inferior courts, or to any employee of, or position in the judicial branch of state 11 12 government;

13 (c) Officers, academic personnel, and employees of technical 14 colleges;

15 (d) The officers of the Washington state patrol;

(e) Elective officers of the state; 16

17

(f) The chief executive officer of each agency;

(g) In the departments of employment security and social and health 18 19 services, the director and the director's confidential secretary; in all other departments, the executive head of which is an individual 20 appointed by the governor, the director, his or her confidential 21 secretary, and his or her statutory assistant directors; 22

(h) In the case of a multimember board, commission, or committee, 23 24 whether the members thereof are elected, appointed by the governor or 25 other authority, serve ex officio, or are otherwise chosen:

26

(i) All members of such boards, commissions, or committees;

(ii) If the members of the board, commission, or committee serve on 27 a part-time basis and there is a statutory executive officer: 28 The 29 secretary of the board, commission, or committee; the chief executive 30 officer of the board, commission, or committee; and the confidential 31 secretary of the chief executive officer of the board, commission, or committee; 32

(iii) If the members of the board, commission, or committee serve 33 34 on a full-time basis: The chief executive officer or administrative officer as designated by the board, commission, or committee; and a 35 36 confidential secretary to the chair of the board, commission, or 37 committee;

(iv) If all members of the board, commission, or committee serve ex
 officio: The chief executive officer; and the confidential secretary
 of such chief executive officer;

4 (i) The confidential secretaries and administrative assistants in 5 the immediate offices of the elective officers of the state;

б

(j) Assistant attorneys general;

7 (k) Commissioned and enlisted personnel in the military service of8 the state;

9 (1) Inmate, student, part-time, or temporary employees, and part-10 time professional consultants, as defined by the Washington personnel 11 resources board;

(m) The public printer or to any employees of or positions in thestate printing plant;

14 (n) Officers and employees of the Washington state fruit 15 commission;

16 (0) Officers and employees of the Washington state apple 17 advertising commission;

(p) Officers and employees of the Washington state dairy products commission;

20 (q) Officers and employees of the Washington tree fruit research 21 commission;

(r) Officers and employees of the Washington state beef commission;
 (s) Officers and employees of any commission formed under chapter
 15.66 RCW;

25 (t) ((Officers and employees of the state wheat commission formed 26 under chapter 15.63 RCW;

27 (u))) Officers and employees of agricultural commissions formed 28 under chapter 15.65 RCW;

29 (((v))) (u) Officers and employees of the nonprofit corporation 30 formed under chapter 67.40 RCW;

31 $((\langle w \rangle))$ <u>(v)</u> Executive assistants for personnel administration and 32 labor relations in all state agencies employing such executive 33 assistants including but not limited to all departments, offices, 34 commissions, committees, boards, or other bodies subject to the 35 provisions of this chapter and this subsection shall prevail over any 36 provision of law inconsistent herewith unless specific exception is 37 made in such law;

38 (((x))) <u>(w)</u> In each agency with fifty or more employees: Deputy 39 agency heads, assistant directors or division directors, and not more 1 than three principal policy assistants who report directly to the 2 agency head or deputy agency heads;

3

 $((\frac{y}{y}))$ <u>(x)</u> All employees of the marine employees' commission;

4 (((z) Up to a total of five senior staff positions of the western 5 library network under chapter 27.26 RCW responsible for formulating 6 policy or for directing program management of a major administrative 7 unit. This subsection (1)(z) shall expire on June 30, 1997;

8 (aa))) (y) Staff employed by the departments of community((, trade, 9 and economic)) development and trade and economic development to 10 administer energy policy functions and manage energy site evaluation 11 council activities under RCW 43.21F.045(2)(m);

12 (((bb))) <u>(z)</u> Staff employed by Washington State University to 13 administer energy education, applied research, and technology transfer 14 programs under RCW 43.21F.045 as provided in RCW 28B.30.900(5).

15 (2) The following classifications, positions, and employees of 16 institutions of higher education and related boards are hereby exempted 17 from coverage of this chapter:

(a) Members of the governing board of each institution of higher 18 19 education and related boards, all presidents, vice-presidents, and 20 their confidential secretaries, administrative, and personal assistants; deans, directors, and chairs; academic personnel; and 21 executive heads of major administrative or academic divisions employed 22 by institutions of higher education; principal assistants to executive 23 24 heads of major administrative or academic divisions; other managerial 25 or professional employees in an institution or related board having 26 substantial responsibility for directing or controlling program operations and accountable for allocation of resources and program 27 results, or for the formulation of institutional policy, or for 28 29 carrying out personnel administration or labor relations functions, 30 legislative relations, public information, development, senior computer systems and network programming, or internal audits and investigations; 31 and any employee of a community college district whose place of work is 32 33 one which is physically located outside the state of Washington and who 34 is employed pursuant to RCW 28B.50.092 and assigned to an educational 35 program operating outside of the state of Washington;

36 (b) Student, part-time, or temporary employees, and part-time 37 professional consultants, as defined by the Washington personnel 38 resources board, employed by institutions of higher education and 39 related boards;

(c) The governing board of each institution, and related boards, 1 may also exempt from this chapter classifications involving research 2 3 activities, counseling of students, extension or continuing education 4 activities, graphic arts or publications activities requiring prescribed academic preparation or special training as determined by 5 the board: PROVIDED, That no nonacademic employee engaged in office, 6 7 clerical, maintenance, or food and trade services may be exempted by 8 the board under this provision;

9 (d) Printing craft employees in the department of printing at the 10 University of Washington.

(3) In addition to the exemptions specifically provided by this 11 chapter, the Washington personnel resources board may provide for 12 13 further exemptions pursuant to the following procedures. The governor or other appropriate elected official may submit requests for exemption 14 15 to the Washington personnel resources board stating the reasons for 16 requesting such exemptions. The Washington personnel resources board shall hold a public hearing, after proper notice, on requests submitted 17 pursuant to this subsection. If the board determines that the position 18 19 for which exemption is requested is one involving substantial responsibility for the formulation of basic agency or executive policy 20 or one involving directing and controlling program operations of an 21 agency or a major administrative division thereof, the Washington 22 23 personnel resources board shall grant the request and such 24 determination shall be final as to any decision made before July 1, 25 1993. The total number of additional exemptions permitted under this 26 subsection shall not exceed one percent of the number of employees in the classified service not including employees of institutions of 27 higher education and related boards for those agencies not directly 28 29 under the authority of any elected public official other than the 30 governor, and shall not exceed a total of twenty-five for all agencies 31 under the authority of elected public officials other than the governor. 32

The salary and fringe benefits of all positions presently or hereafter exempted except for the chief executive officer of each agency, full-time members of boards and commissions, administrative assistants and confidential secretaries in the immediate office of an elected state official, and the personnel listed in subsections (1)(j) through $((\frac{v}, \frac{y}, \frac{z}{z},))$ (u) and (x) and (2) of this section, shall be determined by the Washington personnel resources board. However, 1 beginning with changes proposed for the 1997-99 fiscal biennium, 2 changes to the classification plan affecting exempt salaries must meet 3 the same provisions for classified salary increases resulting from 4 adjustments to the classification plan as outlined in RCW 41.06.152.

5 Any person holding a classified position subject to the provisions 6 of this chapter shall, when and if such position is subsequently 7 exempted from the application of this chapter, be afforded the 8 following rights: If such person previously held permanent status in 9 another classified position, such person shall have a right of 10 reversion to the highest class of position previously held, or to a 11 position of similar nature and salary.

Any classified employee having civil service status in a classified position who accepts an appointment in an exempt position shall have the right of reversion to the highest class of position previously held, or to a position of similar nature and salary.

A person occupying an exempt position who is terminated from the position for gross misconduct or malfeasance does not have the right of reversion to a classified position as provided for in this section.

19 **Sec. 603.** RCW 43.06.115 and 1998 c 245 s 47 are each amended to 20 read as follows:

(1) The governor may, by executive order, after consultation with 21 22 or notification of the executive-legislative committee on economic 23 development created by chapter . . . (Senate Bill No. 5300), Laws of 24 1993, declare a community to be a "military impacted area." Α 25 "military impacted area" means a community or communities, as identified in the executive order, that experience serious social and 26 27 economic hardships because of a change in defense spending by the federal government in that community or communities. 28

(2) If the governor executes an order under subsection (1) of this 29 30 section, the governor shall establish a response team to coordinate state efforts to assist the military impacted community. The response 31 team may include, but not be limited to, one member from each of the 32 33 following agencies: (a) The department of community((, trade, and 34 economic)) development; (b) the department of trade and economic <u>development; (c)</u> the department of social and health services; (((c))) 35 36 (d) the employment security department; (((d))) (e) the state board for 37 community and technical colleges; (((-))) (f) the higher education 38 coordinating board; and $\left(\left(\frac{f}{f}\right)\right)$ <u>(g)</u> the department of transportation.

The governor may appoint a response team coordinator. The governor 1 2 shall seek to actively involve the impacted community or communities in planning and implementing a response to the crisis. The governor may 3 4 seek input or assistance from the community diversification advisory 5 committee, and the governor may establish task forces in the community or communities to assist in the coordination and delivery of services 6 7 The state and community response shall to the local community. 8 consider economic development, human service, and training needs of the 9 community or communities impacted.

10 Sec. 604. RCW 43.17.010 and 1993 sp.s. c 2 s 16, 1993 c 472 s 17, and 1993 c 280 s 18 are each reenacted and amended to read as follows: 11 12 There shall be departments of the state government which shall be known as (1) the department of social and health services, (2) the 13 14 department of ecology, (3) the department of labor and industries, (4) 15 the department of agriculture, (5) the department of fish and wildlife, (6) the department of transportation, (7) the department of licensing, 16 (8) the department of general administration, (9) the department of 17 18 community((, trade, and economic)) development, (10) the department of 19 veterans affairs, (11) the department of revenue, (12) the department of retirement systems, (13) the department of corrections, ((and)) (14) 20 the department of health, ((and)) (15) the department of financial 21 institutions, and (16) the department of trade and economic 22 23 development, which shall be charged with the execution, enforcement, 24 and administration of such laws, and invested with such powers and 25 required to perform such duties, as the legislature may provide.

26 **Sec. 605.** RCW 43.17.020 and 1995 1st sp.s. c 2 s 2 are each 27 amended to read as follows:

There shall be a chief executive officer of each department to be 28 29 known as: (1) The secretary of social and health services, (2) the director of ecology, (3) the director of labor and industries, (4) the 30 director of agriculture, (5) the director of fish and wildlife, (6) the 31 32 secretary of transportation, (7) the director of licensing, (8) the 33 director of general administration, (9) the director of community((τ) trade, and economic)) development, (10) the director of veterans 34 35 affairs, (11) the director of revenue, (12) the director of retirement systems, (13) the secretary of corrections, ((and)) (14) the secretary 36

1 of health, ((and)) (15) the director of financial institutions, and 2 (16) the director of trade and economic development.

3 Such officers, except the secretary of transportation and the 4 director of fish and wildlife, shall be appointed by the governor, with 5 the consent of the senate, and hold office at the pleasure of the 6 governor. The secretary of transportation shall be appointed by the 7 transportation commission as prescribed by RCW 47.01.041. The director 8 of fish and wildlife shall be appointed by the fish and wildlife 9 commission as prescribed by RCW 77.04.055.

10 **Sec. 606.** RCW 19.02.050 and 1997 c 391 s 11 are each amended to 11 read as follows:

12 The legislature hereby directs the full participation by the 13 following agencies in the implementation of this chapter:

14 (1) Department of agriculture;

- 15 (2) Secretary of state;
- 16 (3) Department of social and health services;
- 17 (4) Department of revenue;
- 18 (5) Department of fish and wildlife;
- 19 (6) Department of employment security;
- 20 (7) Department of labor and industries;
- 21 (8) Department of ((community,)) trade((,)) and economic 22 development;
- 23 (9) <u>Department of community development;</u>
- 24 <u>(10)</u> Liquor control board;
- 25 (((10))) (11) Department of health;
- 26 (((11))) <u>(12)</u> Department of licensing;
- 27 ((((12))) <u>(13)</u> Parks and recreation commission;
- 28 (((13))) <u>(14)</u> Utilities and transportation commission; and
- 29 (((+14))) (15) Other agencies as determined by the governor.

30 **Sec. 607.** RCW 43.21J.030 and 1998 c 245 s 60 are each amended to 31 read as follows:

(1) There is created the environmental enhancement and job creation task force within the office of the governor. The purpose of the task force is to provide a coordinated and comprehensive approach to implementation of chapter 516, Laws of 1993. The task force shall consist of the commissioner of public lands, the director of the department of fish and wildlife, the director of the department of

ecology, the director of the parks and recreation commission, the 1 timber team coordinator, the executive director of the work force 2 training and education coordinating board, and the executive director 3 4 of the Puget Sound ((water quality authority)) action team, or their The task force may seek the advice of the following 5 designees. agencies and organizations: The department of community((, trade, and б 7 development, the department of trade and economic economic)) 8 development, the conservation commission, the employment security 9 department, the interagency committee for outdoor recreation, appropriate federal agencies, appropriate special districts, the 10 Washington state association of counties, the association of Washington 11 12 cities, labor organizations, business organizations, timber-dependent 13 communities, environmental organizations, and Indian tribes. The governor shall appoint the task force chair. Members of the task force 14 15 shall serve without additional pay. Participation in the work of the committee by agency members shall be considered in performance of their 16 17 The governor shall designate staff and administrative employment. support to the task force and shall solicit the participation of agency 18 19 personnel to assist the task force.

20 (2) The task force shall have the following responsibilities:

(a) Soliciting and evaluating, in accordance with the criteria set forth in RCW 43.21J.040, requests for funds from the environmental and forest restoration account and making distributions from the account. The task force shall award funds for projects and training programs it approves and may allocate the funds to state agencies for disbursement and contract administration;

(b) Coordinating a process to assist state agencies and local
governments to implement effective environmental and forest restoration
projects funded under this chapter;

30 (c) Considering unemployment profile data provided by the 31 employment security department.

32 (3) Beginning July 1, 1994, the task force shall have the following33 responsibilities:

(a) To solicit and evaluate proposals from state and local
 agencies, private nonprofit organizations, and tribes for environmental
 and forest restoration projects;

(b) To rank the proposals based on criteria developed by the taskforce in accordance with RCW 43.21J.040; and

(c) To determine funding allocations for projects to be funded from
 the account created in RCW 43.21J.020 and for projects or programs as
 designated in the omnibus operating and capital appropriations acts.

4 **Sec. 608.** RCW 43.157.010 and 1997 c 369 s 2 are each amended to 5 read as follows:

(1) For purposes of this chapter and RCW 28A.525.166, 28B.80.330, 6 7 28C.18.080, 43.21A.350, 47.06.030, and 90.58.100 and (([an])) an industrial project of statewide significance is a border crossing 8 9 project that involves both private and public investments carried out in conjunction with adjacent states or provinces or a private 10 11 industrial development with private capital investment in manufacturing 12 or research and development. To qualify as an industrial project of statewide significance, the project must be completed after January 1, 13 1997, and have: 14

(a) In counties with a population of less than or equal to twentythousand, a capital investment of twenty million dollars;

(b) In counties with a population of greater than twenty thousand
but no more than fifty thousand, a capital investment of fifty million
dollars;

(c) In counties with a population of greater than fifty thousand
but no more than one hundred thousand, a capital investment of one
hundred million dollars;

(d) In counties with a population of greater than one hundred
thousand but no more than two hundred thousand, a capital investment of
two hundred million dollars;

(e) In counties with a population of greater than two hundred
thousand but no more than four hundred thousand, a capital investment
of four hundred million dollars;

(f) In counties with a population of greater than four hundred thousand but no more than one million, a capital investment of six hundred million dollars;

(g) In counties with a population of greater than one million, acapital investment of one billion dollars; or

(h) Been designated by the director of community((, trade, and
economic)) development or the director of trade and economic
<u>development</u> as an industrial project of statewide significance either:
(i) Because the county in which the project is to be located is a
distressed county and the economic circumstances of the county merit

1 the additional assistance such designation will bring; or (ii) because 2 the impact on a region due to the size and complexity of the project 3 merits such designation.

4 (2) The term manufacturing shall have the meaning assigned it in 5 RCW 82.61.010.

6 (3) The term research and development shall have the meaning 7 assigned it in RCW 82.61.010.

8 **Sec. 609.** RCW 43.157.030 and 1997 c 369 s 4 are each amended to 9 read as follows:

The department of community((, trade, and economic)) development 10 and the department of trade and economic development shall assign an 11 12 ombudsman to each industrial project of statewide significance. The ((ombudsman)) ombudsmen shall be responsible for assembling a team of 13 14 state and local government and private officials to help meet the 15 planning and development needs of each project. The ((ombudsman)) 16 ombudsmen shall strive to include in the teams those responsible for planning, permitting and licensing, infrastructure development, work 17 18 force development services including higher education, transportation 19 services, and the provision of utilities. The ((ombudsman)) ombudsmen shall encourage each team member to expedite their actions in 20 21 furtherance of the project.

22 **Sec. 610.** RCW 43.160.030 and 1996 c 51 s 3 are each amended to 23 read as follows:

(1) The community economic revitalization board is hereby createdto exercise the powers granted under this chapter.

(2) The board shall consist of the chairman of and one minority 26 27 member appointed by the speaker of the house of representatives from 28 the committee of the house of representatives that deals with issues of 29 economic development, the chairman of and one minority member appointed by the president of the senate from the committee of the senate that 30 deals with issues of economic development, and the following members 31 32 appointed by the governor: A recognized private or public sector 33 economist; one port district official; one county official; one city official; one representative of the public; one representative of small 34 35 businesses each from: (a) The area west of Puget Sound, (b) the area east of Puget Sound and west of the Cascade range, (c) the area east of 36 37 the Cascade range and west of the Columbia river, and (d) the area east

of the Columbia river; one executive from large businesses each from 1 2 the area west of the Cascades and the area east of the Cascades. The appointive members shall initially be appointed to terms as follows: 3 4 Three members for one-year terms, three members for two-year terms, and 5 three members for three-year terms which shall include the chair. Thereafter each succeeding term shall be for three years. The chair of б 7 the board shall be selected by the governor. The members of the board 8 shall elect one of their members to serve as vice-chair. The director 9 of community((, trade, and economic)) development, the director of trade and economic development, the director of revenue, 10 the 11 commissioner of employment security, and the secretary of 12 transportation shall serve as nonvoting advisory members of the board. 13 (3) Management services, including fiscal and contract services, shall be provided by the department to assist the board in implementing 14 15 this chapter and the allocation of private activity bonds.

16 (4) Members of the board shall be reimbursed for travel expenses as 17 provided in RCW 43.03.050 and 43.03.060.

18 (5) If a vacancy occurs by death, resignation, or otherwise of 19 appointive members of the board, the governor shall fill the same for 20 the unexpired term. Members of the board may be removed for 21 malfeasance or misfeasance in office, upon specific written charges by 22 the governor, under chapter 34.05 RCW.

(6) A member appointed by the governor may not be absent from more than fifty percent of the regularly scheduled meetings in any one calendar year. Any member who exceeds this absence limitation is deemed to have withdrawn from the office and may be replaced by the governor.

28 **Sec. 611.** RCW 43.163.060 and 1995 c 399 s 90 are each amended to 29 read as follows:

30 (1) The authority is authorized to participate fully in federal and 31 other governmental economic development finance programs and to take 32 such actions as are necessary and consistent with this chapter to 33 secure to itself and the people of the state the benefits of those 34 programs and to meet their requirements.

35 (2) The authority shall coordinate its programs with those 36 contributing to a common purpose found elsewhere in the departments of 37 community((, trade, and economic)) development, trade and economic 38 development, agriculture or employment security, or any other

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department or organization of, or affiliated with, the state or federal 1 2 government, and shall avoid any duplication of such activities or programs provided elsewhere. The departments of community((, trade, 3 4 and economic)) development, trade and economic development, agriculture, employment security and other relevant state agencies 5 shall provide to the authority all reports prepared in the course of б 7 their ongoing activities which may assist in the identification of 8 unmet capital financing needs by small-sized and medium-sized 9 businesses in the state.

10 **Sec. 612.** RCW 47.39.090 and 1995 c 399 s 123 are each amended to 11 read as follows:

12 In developing the scenic and recreational highways program, the department shall consult with the department of community((, trade, and 13 14 economic)) development, the department of trade and economic 15 development, the department of natural resources, the parks and 16 recreation commission, affected cities, towns, and counties, regional bicycling 17 transportation planning organizations, statewide 18 organizations, and other interested parties. The scenic and 19 recreational highways program may identify entire highway loops or similar tourist routes that could be developed to promote tourist 20 activity and provide concurrent economic growth while protecting the 21 22 scenic and recreational quality surrounding state highways.

23 **Sec. 613.** RCW 47.76.230 and 1995 c 380 s 4 are each amended to 24 read as follows:

25 of transportation (1)The department shall continue its responsibility for the development and implementation of the state rail 26 27 plan and programs, and the utilities and transportation commission 28 shall continue its responsibility for intrastate rates, service, and 29 safety issues.

30 (2) The department of transportation shall maintain an enhanced 31 data file on the rail system. Proprietary annual station traffic data 32 from each railroad and the modal use of major shippers shall be 33 obtained to the extent that such information is available.

(3) The department of transportation shall provide technical
 assistance, upon request, to state agencies and local interests.
 Technical assistance includes, but is not limited to, the following:

(a) Rail project cost-benefit analyses conducted in accordance with
 methodologies recommended by the Federal Railroad Administration;

3 (b) Assistance in the formation of county rail districts and port4 districts; and

5 (c) Feasibility studies for rail service continuation and/or rail6 service assistance.

7 (4) With funding authorized by the legislature, the department of 8 transportation, in collaboration with the department of community ((-9 trade, and economic)) development, the department of trade and economic 10 development, and local economic development agencies, and other 11 interested public and private organizations, shall develop a cooperative process to conduct community and business information 12 programs and to regularly disseminate information on rail matters. 13

14 **Sec. 614.** RCW 50.38.030 and 1995 c 399 s 142 are each amended to 15 read as follows:

16 The employment security department shall consult with the following 17 agencies prior to the issuance of the state occupational forecast:

18 (1) Office of financial management;

19 (2) Department of community((, trade, and economic)) development;

20 (3) Department of labor and industries;

21 (4) State board for community and technical colleges;

22 (5) Superintendent of public instruction;

23 (6) Department of social and health services;

24 (7) <u>Department of trade and economic development;</u>

25 (8) Work force training and education coordinating board; and

(((+8))) (9) Other state and local agencies as deemed appropriate by the commissioner of the employment security department.

These agencies shall cooperate with the employment security department, submitting information relevant to the generation of occupational forecasts.

31 **Sec. 615.** RCW 80.50.030 and 1996 c 186 s 108 are each amended to 32 read as follows:

33 (1) There is created and established the energy facility site 34 evaluation council.

35 (2)(a) The chairman of the council shall be appointed by the 36 governor with the advice and consent of the senate, shall have a vote 37 on matters before the council, shall serve for a term coextensive with 1 the term of the governor, and is removable for cause. The chairman may 2 designate a member of the council to serve as acting chairman in the 3 event of the chairman's absence. The chairman is a "state employee" 4 for the purposes of chapter 42.52 RCW. As applicable, when attending 5 meetings of the council, members may receive reimbursement for travel 6 expenses in accordance with RCW 43.03.050 and 43.03.060, and are 7 eligible for compensation under RCW 43.03.250.

8 (b) The chairman or a designee shall execute all official 9 documents, contracts, and other materials on behalf of the council. 10 The ((Washington state)) department of community((, trade, and economic)) development shall provide all administrative and staff 11 12 support for the council. The director of the department of community((, trade, and economic)) development has 13 supervisory 14 authority over the staff of the council and shall employ such personnel as are necessary to implement this chapter. Not more than three such 15 16 employees may be exempt from chapter 41.06 RCW.

(3) The council shall consist of the directors, administrators, or
their designees, of the following departments, agencies, commissions,
and committees or their statutory successors:

20 (a) Department of ecology;

21 (b) Department of fish and wildlife;

22 (c) Department of health;

23 (d) Military department;

24 (e) Department of community((, trade, and economic)) development;

25 (f) Utilities and transportation commission;

26 (g) Department of natural resources;

27 (h) Department of agriculture;

28 (i) <u>Department of trade and economic development; and</u>

29 <u>(j)</u> Department of transportation.

30 (4) The appropriate county legislative authority of every county 31 wherein an application for a proposed site is filed shall appoint a 32 member or designee as a voting member to the council. The member or 33 designee so appointed shall sit with the council only at such times as 34 the council considers the proposed site for the county which he or she 35 represents, and such member or designee shall serve until there has 36 been a final acceptance or rejection of the proposed site.

(5) The city legislative authority of every city within whose
 corporate limits an energy plant is proposed to be located shall
 appoint a member or designee as a voting member to the council. The

1 member or designee so appointed shall sit with the council only at such 2 times as the council considers the proposed site for the city which he 3 or she represents, and such member or designee shall serve until there 4 has been a final acceptance or rejection of the proposed site.

5 (6) For any port district wherein an application for a proposed port facility is filed subject to this chapter, the port district shall 6 7 appoint a member or designee as a nonvoting member to the council. The 8 member or designee so appointed shall sit with the council only at such 9 times as the council considers the proposed site for the port district 10 which he or she represents, and such member or designee shall serve 11 until there has been a final acceptance or rejection of the proposed 12 site. The provisions of this subsection shall not apply if the port 13 district is the applicant, either singly or in partnership or association with any other person. 14

PART VI

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16

MISCELLANEOUS REFERENCES

17 **Sec. 701.** RCW 46.16.340 and 1995 c 391 s 8 are each amended to 18 read as follows:

The director, from time to time, shall furnish the state military 19 department, ((the department of community, trade, and economic 20 development,)) the Washington state patrol, and all county sheriffs a 21 22 list of the names, addresses, and license plate or radio station call 23 letters of each person possessing the special amateur radio station 24 license plates so that the facilities of such radio stations may be 25 utilized to the fullest extent in the work of these governmental agencies. 26

27 **Sec. 702.** RCW 43.220.070 and 1999 c 280 s 5 are each amended to 28 read as follows:

(1) Conservation corps members shall be unemployed residents of the 29 30 state between eighteen and twenty-five years of age at the time of enrollment who are citizens or lawful permanent residents of the United 31 32 States. The age requirements may be waived for corps leaders and specialists with special leadership or occupational skills; such 33 34 members shall be given special responsibility for providing leadership, 35 character development, and sense of community responsibility to the 36 corps members, groups, and work crews to which they are assigned. The

upper age requirement may be waived for residents who have a sensory or mental handicap. Special effort shall be made to recruit minority and disadvantaged youth who meet selection criteria of the conservation corps. Preference shall be given to youths residing in areas, both urban and rural, in which there exists substantial unemployment exceeding the state average unemployment rate.

7 (2) The legislature finds that people with developmental 8 disabilities would benefit from experiencing a meaningful work 9 experience, and learning the value of labor and of membership in a 10 productive society.

The legislature urges state agencies that are participating in the Washington conservation corps program to consider for enrollment in the program people who have developmental disabilities, as defined in RCW 14 71A.10.020.

15 If an agency chooses to enroll people with developmental 16 disabilities in its Washington conservation corps program, the agency 17 may apply to the United States department of labor, employment 18 standards administration for a special subminimum wage certificate in 19 order to be allowed to pay enrollees with developmental disabilities 20 according to their individual levels of productivity.

(3) Corps members shall not be considered state employees. Other provisions of law relating to civil service, hours of work, rate of compensation, sick leave, unemployment compensation, state retirement plans, and vacation leave do not apply to the Washington conservation corps except for the crew supervisors, who shall be project employees, and the administrative and supervisory personnel.

27 (4) Enrollment shall be for a period of six months which may be extended for additional six-month periods by mutual agreement of the 28 29 corps and the corps member, not to exceed two years. Corps members 30 shall be reimbursed at the minimum wage rate established by state or 31 federal law, whichever is higher, which may be increased by up to five percent for each additional six-month period worked: PROVIDED, That if 32 33 agencies elect to run a residential program, the appropriate costs for 34 room and board shall be deducted from the corps member's paycheck as 35 provided in chapter 43.220 RCW.

(5) Corps members are to be available at all times for emergency
 response services coordinated through the <u>military</u> department ((of
 community, trade, and economic development)) or other public agency.

Duties may include sandbagging and flood cleanup, search and rescue,
 and other functions in response to emergencies.

3 **Sec. 703.** RCW 90.56.280 and 1995 c 399 s 218 are each amended to 4 read as follows:

5 It shall be the duty of any person discharging oil or hazardous substances or otherwise causing, permitting, or allowing the same to 6 enter the waters of the state, unless the discharge or entry was 7 8 expressly authorized by the department prior thereto or authorized by 9 operation of law under RCW 90.48.200, to immediately notify the coast guard and the division of emergency management. The notice to the 10 division of emergency management within the military department ((of 11 12 community, trade, and economic development)) shall be made to the division's twenty-four hour statewide toll-free number established for 13 14 reporting emergencies.

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PART VII

DECODIFIED AND REPEALED SECTIONS

17 <u>NEW SECTION.</u> **Sec. 801.** The following sections are each 18 decodified:

19 (1) RCW 35.22.660 (Child care facilities--Review of need and20 demand--Adoption of ordinances);

(2) RCW 35.22.680 (Residential care facilities--Review of need and
 demand--Adoption of ordinances);

(3) RCW 35A.63.149 (Residential care facilities--Review of need and
 demand--Adoption of ordinances);

(4) RCW 35A.63.210 (Child care facilities--Review of need and
 demand--Adoption of ordinances);

(5) RCW 36.32.520 (Child care facilities--Review of need and
 demand--Adoption of ordinances);

(6) RCW 36.32.560 (Home rule charter counties--Residential care
 facilities--Review of need and demand--Adoption of ordinances);

31 (7) RCW 36.70.675 (Child care facilities--Review of need and 32 demand--Adoption of ordinances);

(8) RCW 36.70.755 (Residential care facilities--Review of need and
 demand--Adoption of ordinances);

35 (9) RCW 70.95H.005 (Finding);

36 (10) RCW 70.95H.010 (Purpose--Market development defined);

1 (11) RCW 70.95H.030 (Duties and responsibilities);

2 (12) RCW 70.95H.040 (Authority);

3 (13) RCW 70.95H.900 (Termination); and

4 (14) RCW 70.95H.901 (Captions not law).

5 <u>NEW SECTION.</u> Sec. 802. RCW 43.31.409 (Investment opportunities 6 office--Created) and 1993 c 280 s 42 & 1989 c 312 s 3 are each 7 repealed.

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PART VIII

MISCELLANEOUS

10 <u>NEW SECTION.</u> Sec. 901. Part headings used in this act are not any 11 part of the law.

12 <u>NEW SECTION.</u> **Sec. 902.** Sections 201 through 205 and 219 through 13 222 of this act are each added to chapter 43.31 RCW.

14 <u>NEW SECTION.</u> Sec. 903. This act is necessary for the immediate 15 preservation of the public peace, health, or safety, or support of the 16 state government and its existing public institutions, and takes effect 17 July 1, 2001.

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