ENGROSSED SENATE BILL 6188

State of Washington 57th Legislature 2001 First Special Session

By Senators Prentice, Swecker, Haugen, McDonald, Gardner, Rasmussen and Deccio

Read first time 05/21/2001. Referred to Committee on Transportation.

- AN ACT Relating to improving the efficiency and accountability of 1
- 2 the environmental permitting and compliance process for transportation
- 3 projects; adding a new chapter to Title 47 RCW; prescribing penalties;
- providing an expiration date; and declaring an emergency.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- NEW SECTION. Sec. 1. LEGISLATIVE INTENT AND FINDINGS. 6 The
- 7 legislature finds that the public health and safety of its citizens,
- the natural resources, and the environment are vital interests of the 8
- 9 state that need to be protected and preserved. The legislature further
- 10 finds that the safety of the traveling public and the state's economic
- well-being are vital interests that depend upon the development of 11
- 12 cost-effective and efficient transportation systems planned, designed,
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- constructed, and maintained through expedited permit decision-making
- 14 processes.
- 15 It is the intent of the legislature to achieve transportation
- 16 permit reform that expedites the delivery of statewide significant
- transportation projects through a streamlined approach to environmental 17
- 18 permit decision making. To optimize the limited resources available
- 19 for transportation system improvements and environmental protection,

- 1 state regulatory and natural resource agencies, public and private
- 2 sector interests, Indian tribes, and the department of transportation
- 3 must work cooperatively to establish common goals, minimize project
- 4 delays, develop consistency in the application of environmental
- 5 standards, maximize environmental benefits through coordinated
- 6 investment strategies, and eliminate duplicative processes through
- 7 assigned responsibilities of selected permit drafting and compliance
- 8 activities between state and federal agencies.
- 9 Therefore, the transportation permit efficiency and accountability
- 10 committee is created. The committee shall integrate current
- 11 environmental standards, but may not create new environmental
- 12 standards. The committee shall conduct three environmental permit
- 13 streamlining pilot projects and create a process to develop general
- 14 permits. Additionally, the committee shall seek federal delegation to
- 15 the state where appropriate to streamline transportation projects.
- 16 <u>NEW SECTION.</u> **Sec. 2.** DEFINITIONS. The definitions in this
- 17 section apply throughout this chapter unless the context indicates
- 18 otherwise.
- 19 (1) "Assigned responsibilities" means those components of
- 20 developing and implementing environmental permits, including but not
- 21 limited to, environmental review and assessment, selected permit
- 22 drafting, and selected on-site compliance activities that may be
- 23 conducted by the department.
- 24 (2) "Best available information" means the existing sources of
- 25 data, including limiting factors analyses required under chapter 77.85
- 26 RCW that can be used to make informed decisions regarding environmental
- 27 conditions within a watershed.
- 28 (3) "Best management practices" means currently available and
- 29 generally accepted techniques, including new technologies or strategies
- 30 that seek to reduce the negative impacts of transportation facilities,
- 31 projects, and services on communities and the environment, and promote
- 32 more efficient and effective use of transportation facilities.
- 33 (4) "Committee" means the transportation permit efficiency and
- 34 accountability committee created in section 3 of this act.
- 35 (5) "Least cost planning" means the use of best available
- 36 information within a watershed basin applied to transportation decision
- 37 making in the planning, permit decision making, and mitigation phases
- 38 of a project.

(6) "Low-impact development project" means an activity or series of actions that conform to a comprehensive land use planning and engineering design approach with a goal of maintaining or restoring existing natural habitat functions and hydrologic regime of urban and developing watersheds. These projects incorporate strategic watershed planning with site-specific management techniques to reduce development impacts to better replicate natural watershed hydrology and water quality, while allowing for development or infrastructure rehabilitation to occur.

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- 10 (7) "One-stop permit decision making" means a coordinated permit decision-making process that streamlines environmental review and 12 permit decision making for transportation projects by providing 13 concurrent, consolidated review by each agency required to review the 14 project.
- 15 (8) "Programmatic approach" means a permit or other action that 16 covers a geographic or statewide area and applies to a variety of 17 projects, activities, or locales. A programmatic approach may allow 18 actions to proceed without individual approval by each permit decision-19 making agency.
 - (9) "Transportation project of statewide significance" means a surface transportation project or combination of surface transportation projects, that crosses multiple city or county jurisdictional boundaries or connects major state destinations in support of the state's economy and is so designated by the department of transportation and approved by the transportation committees of the senate and house of representatives. The transportation committees of the senate and house of representatives may also jointly designate these projects. The pilot projects established in this chapter are examples of transportation projects of statewide significance, but transportation projects of statewide significance are not limited to the pilot projects.
 - (10) "Watershed" means a water resource inventory area.
- NEW SECTION. Sec. 3. TRANSPORTATION PERMIT EFFICIENCY AND ACCOUNTABILITY COMMITTEE. The transportation permit efficiency and accountability committee is created.
- 36 (1) The committee consists of nine voting members, including two 37 members from the house of representatives, one from each of the two 38 largest caucuses; two senators, one from each of the two largest

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- 1 caucuses; one member designated by the secretary of transportation; one
- 2 member designated by the director of fish and wildlife; one member
- 3 designated by the director of ecology; one member designated by the
- 4 Association of Washington Cities; and one member designated by the
- 5 Washington State Association of Counties. The committee shall elect a
- 6 chair from the four legislators appointed to the committee.
- 7 (2) The committee also includes eight nonvoting members, including
- 8 one member designated by the Northwest Indian Fisheries Commission; one
- 9 member designated by the Columbia River Intertribal Fisheries
- 10 Commission; one member designated by the Consulting Engineers Council
- 11 of Washington; one member designated by the Associated General
- 12 Contractors of Washington; one member designated by the Association of
- 13 Washington Business; one member designated by the Washington State
- 14 Building and Construction Trades Council; one member designated by
- 15 statewide environmental organizations; and one member designated by the
- 16 State Fish and Wildlife Commission, to represent the interests of
- 17 citizens engaged in fish and wildlife recovery.
- 18 (3) A representative from the department of natural resources and
- 19 representatives from federal regulatory and transportation agencies,
- 20 including the Environmental Protection Agency, National Marine
- 21 Fisheries Service, United States Army Corps of Engineers, Federal
- 22 Highways Administration, and United States Fish and Wildlife Service
- 23 must be invited to participate in committee deliberations as nonvoting
- 24 members.
- 25 (4) The committee may create technical subcommittees as needed.
- 26 Technical subcommittees created for a specific pilot project or pilot
- 27 projects must include, but are not limited to, representatives of local
- 28 governments from jurisdictions affected by those projects.
- 29 Recommendations made by a technical subcommittee must be approved by a
- 30 majority of the voting members of the committee.
- 31 (5) Nonvoting members will not be compensated but will receive
- 32 reimbursement for travel expenses in accordance with RCW 43.03.050 and
- 33 43.03.060.
- 34 (6) The department of transportation office of environmental
- 35 affairs shall provide administrative and clerical assistance to the
- 36 committee.
- 37 (7) No vote of the committee may overrule existing statutes,
- 38 regulations, or local ordinances.

- Sec. 4. COMMITTEE RESPONSIBILITIES. 1 NEW SECTION. (1) The 2 committee and its authorized technical subcommittees shall develop a 3 one-stop permit decision-making process that uses interdisciplinary 4 review of transportation projects of statewide significance to streamline and expedite permit decision making. The committee shall 5 collaborate with appropriate agencies and parties to identify existing 6 7 environmental standards, to assess the application of those standards, 8 and develop an integrated permitting process based upon environmental 9 standards and best management practices, which may use prescriptive or 10 performance standards, for transportation projects of statewide significance that can be applied with certainty, consistency, and 11 assurance of swift permit action, while taking into account the varying 12 environmental conditions throughout the state. 13
 - (2) The committee shall give notice to the legislative authority of each affected county and city of the projects that are designated as transportation projects of statewide significance.

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- 17 (3) The committee shall create a technical subcommittee with 18 representation at a minimum from the department of fish and wildlife, 19 the department of ecology, and the department of transportation.
 - (a) Within six months from the first meeting of the committee, the subcommittee shall create a process to develop a programmatic approach for transportation projects. The committee shall review the department's construction project list to determine which projects or activities may be included in the programmatic approach and develop agreements to cover those projects or activities. At a minimum, this process must require that decisions on minor variations to the requirements of a programmatic approach must be provided by the permit decision-making agencies within twenty-one days of submittal.
- 29 (b) The technical subcommittee's recommendations must be approved 30 by a majority of the voting members of the committee.
- 31 (4) The committee shall explore the development of a consolidated 32 local permit process.
- (5) The committee shall develop and prioritize a list of permit 33 34 streamlining opportunities, specifically identifying substantive and 35 procedural duplications and recommendations for resolving those duplications. The committee shall evaluate current 36 37 regulations and develop recommendations on ways to minimize the lapsing The committee shall evaluate flexible approaches that 38 of permits. 39 maximize transportation and environmental interests make

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- 1 recommendations regarding where those approaches should be implemented.
- 2 The committee shall report its findings and recommendations to the 3 legislature by January 15, 2002.
- 4 (6) The committee shall undertake the following activities to develop a watershed approach to environmental mitigation:
- 6 (a) Develop methodologies for analyzing environmental impacts and
 7 applying compensatory mitigation consistent with a watershed-based
 8 approach before final design, including least cost methodology and low9 impact development methodology;
- (b) Assess models to collate and access watershed data to support early agency involvement in transportation planning and reviews under the national Environmental Policy Act and the State Environmental Policy Act; and
- (c) Use existing best available information from watershed planning 14 15 efforts, lead entities, regional fisheries enhancement groups, and 16 other recognized entities as deemed appropriate by the committee, to 17 determine potential mitigation requirements for projects within a watershed. Priority consideration should be given to the use of the 18 19 state's alternative mitigation policy guidance to best 20 transportation mitigation needs with local watershed and lead entity 21 project lists.
 - (7) The committee shall seek federal delegation to the state where appropriate to streamline permit processes for transportation projects of statewide significance including: Delegation of section 404 permit authority under the Clean Water Act; nonfederal lead agency status under the federal Endangered Species Act; section 106 cultural resource designation under the National Historic Preservation Act; and other appropriate authority that when delegated should result in permit streamlining.
- 30 (8) The committee shall develop a dispute resolution process to 31 resolve conflicts in interpretation of environmental standards and best management practices, mitigation requirements, permit requirements, 32 33 assigned responsibilities, and other related issues by September 1, 34 2001. The dispute resolution process may not abrogate or supplant any 35 appeal right of any party under existing statutes. The dispute resolution process must be designed to include federal agencies if they 36 37 choose to participate.
- 38 (9) The committee shall develop preliminary models and strategies 39 for agencies to test how best to maximize the environmental investment

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of transportation funds on a watershed basis. After agencies test the 1 models and strategies developed by the committee, the committee shall evaluate the models and strategies and make recommendations to the 4 legislature.

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- (10) The committee shall develop a consistent methodology for the 5 timely and predictable submittal and evaluation of completed plans and 6 7 specifications detailing project elements that impact environmental 8 well as proposed mitigation measures during resources as 9 preliminary specifications and engineering phase of project development submit 10 information on the consistent methodology the legislature. 11
- The committee shall provide a summary report to the 12 (11)13 legislature on September 15, 2001, and every six months thereafter.
- 14 NEW SECTION. Sec. 5. PILOT PROJECTS. (1) The committee shall 15 select and conduct permit reform pilot projects in three locales: (a) 16 Urban near built-out conditions; (b) urban centers serving as crucial rural connectors; and (c) rural corridors critical to statewide 17 18 economic productivity. The pilot projects must test the assignment of 19 responsibilities such as selected permit drafting and selected compliance activities to the department. 20
- (2) The committee shall commence efforts to apply streamlining 21 22 lessons learned from the streamlined permit process for the pilot 23 projects to as many other transportation projects of statewide 24 significance as quickly as possible. In reporting to the legislature, 25 the committee may recommend statutory or regulatory changes that would result in streamlining for future projects. 26
 - (3) The department and permitting agencies shall apply an interim interdisciplinary permit review process for the pilot projects as set forth in this section. This process must provide coordinated review approval of permit applications; provide coordinated and consolidated public hearings where required by one or more regulatory agencies under state law; and coordinate timelines for permit decision making.
- 34 (4) The committee shall give notice to the legislative authority of each affected county and city of the projects the committee has 35 36 designated as pilot projects. Each county and city notified must be offered the opportunity to participate in the pilot projects as 37

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- 1 provided for in this chapter. The department shall provide funding 2 assistance for participation.
- 3 (5) The committee shall develop a dispute resolution process to 4 resolve conflicts in interpretation of environmental standards and best 5 management practices, mitigation requirements, permit requirements, 6 assigned responsibilities, the streamlined process for pilot projects 7 set forth in this section, and other related issues by September 1, 8 2001. The dispute resolution process may not abrogate or supplant any
- 9 appeal right of any party under existing statutes. The dispute 10 resolution process must be designed to include federal agencies if they
- 11 choose to participate. The dispute resolution process must be applied
- 12 to the pilot projects.
- 13 (6) The streamlined process for the pilot projects must be based on 14 the following model:
- 15 (a) Step 1: The department and permitting agencies will agree on 16 coordination for environmental review under the state and national 17 environmental policy acts, including document preparation, public 18 comment opportunities, and timelines.
- 19 (b) Step 2: For each project, the department will convene a 20 meeting of all entities with permitting authority to review:
- 21 (i) The proposed conceptual design for the project and alternative 22 routes, construction approaches, or mitigation approaches;
- (ii) All known reviewing entities, permit application and approval requirements, and timelines; and
- 25 (iii) A coordinated timeline that allows all statutory requirements 26 to be met.
- 27 (c) Step 3: The department will draft all necessary permits to 28 proceed with the preferred alternative using relevant agreements with 29 permitting agencies.
- 30 (d) Step 4: The department will provide public notice in 31 conformity with all applicable statutes and regulations and allow the 32 required time for public hearings and written comments.
- 33 (e) Step 5: The department may revise the draft permits after 34 consideration of public comments and applying all relevant agreed upon 35 standards.
- 36 (f) Step 6: All permits will be disseminated to permitting 37 agencies for final review. All reviews will be completed within forty-38 five days, at which time the permitting agencies will act upon the 39 permit and either approve the permit or return it without approval.

(g) Step 7: If the permit is returned to the department without approval, the permitting agencies will have one opportunity to identify errors or omissions and any remaining specific deficiencies or circumstances not previously addressed by agreements between the department and agencies that must be met or addressed to be compliant with applicable law. The department may revise the permit as warranted and resubmit the permit to the permitting agency, which will have fifteen days from receipt of the revised permit to take final action.

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- 9 (h) Step 8: Disputes related to permit decisions will be addressed 10 by the dispute resolution process established by the committee.
- Sec. 6. LOCAL GOVERNMENT PARTICIPATION. (1) This 11 NEW SECTION. 12 section establishes procedures for city, town, and county governments to participate in the processes identified in this chapter to provide 13 14 coordinated, multijurisdictional environmental review and 15 permitting decisions for pilot projects and transportation projects of 16 statewide significance.
- (2) Each city, town, and county within whose boundaries is located or partially located one or more projects identified in subsection (1) of this section, shall elect whether or not to participate in coordinated processes for environmental review and permitting of those projects as required in this chapter. If the city, town, or county elects to participate, it may do so as either a participating entity or as an assigning entity.
- 24 (a) If a city, town, or county elects to be considered as a 25 participating entity, the committee must then include a representative designated by the city, town, or county in the coordinated review of 26 the project. The department shall compensate the jurisdiction for 27 technical support required for participation in the process. 28 29 jurisdiction will also be eligible for reimbursement for permit fees 30 set by local ordinances and other agreed upon costs associated with the issuance of project permits. 31
- 32 (b) For the purposes of expediting the permit process, a city, 33 town, or county may elect to assign its permit responsibilities under 34 chapter 39.34 RCW to the department simultaneously with its 35 notification to the department as specified in this section. The city, 36 town, or county electing to assign its responsibilities shall enter 37 into an agreement with the department to define the local permit 38 requirements that must be met. Permits issued under the negotiated

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- agreement are presumed to at least meet local environmental permit requirements. A city, town, or county choosing to use this option is eligible for a permit fee set by local ordinances associated with the issuance of the project permits.
- 5 (3) If the city, town, or county elects not to participate in the coordinated processes for the pilot projects designated in this chapter or transportation projects of statewide significance the department will issue the locally required permits, when allowable. The department shall comply with all provisions of city, town, and county ordinances, and the department permit approval is presumed to at least meet the local environmental review and permit requirements.
- (4) Any city, town, or county shall notify the department within sixty days of receipt of the committee's notification of project designation, as to whether it elects to be considered as a participating entity or an assigning entity, or elects not to participate in the coordinated process provided in this chapter.
- 17 (5) The committee shall review and evaluate the process by which 18 local governments review and approve pilot projects and transportation 19 projects of statewide significance, and shall provide recommendations 20 to the legislature to improve the coordination of the local process 21 with state and federal reviews as part of the reports required by this 22 chapter.
- 23 (6) A city, town, or county is not liable for decisions made by the 24 department that result in a failure to comply with city, town, or 25 county ordinances except as provided in the interlocal agreements, and 26 the department shall defend and answer to any actions or complaints 27 challenging the validity of permits issued under this section.
- NEW SECTION. Sec. 7. INTERIM PERMIT PROCESS. Until integrated standards and best management practices have been adopted by the committee, the department may use the following process for transportation projects of statewide significance, including projects requested by a project sponsor.
- 33 (1) Step 1: Conceptual description. The department will identify 34 project purposes, the approximate location or alternative locations, 35 and the federal, state, and local agencies that might have authority to 36 review and approve the project or portions of it at any such locations, 37 and a preliminary interagency communication list identifying agencies 38 that may be interested in the proposed project and, where known,

1 contact persons in such agencies. If the department is going to 2 proceed with step 2 or to abandon the project, it may complete step 1 3 by: (a) Providing a summary of the outcome to all agencies on the

list; and (b) making the summary available to the public.

- 5 (2) Step 2: Early involvement of other agencies. (a) At any time 6 after completing step 1, the department will provide notice to all 7 agencies on the interagency communication list and the public. Within 8 thirty days, or a longer time if specified by the department, each 9 state, local, and federal agency will be encouraged to identify:
- (i) A primary contact person to coordinate future communications with the department and other interested agencies regarding the project, or indicate that it has no interest in the project and need not remain on the project information list;
- 14 (ii) Its role with respect to the proposed project;

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- 15 (iii) Additional alternative locations the department should 16 consider and the roles it would expect to have with the project at 17 those locations;
- 18 (iv) Other agencies it believes should be added to the list for the 19 project; and
- (v) Other information the agency requests the department to 21 consider.
 - (b) After all state and local agencies on the list have responded, or at least ten days after expiration of the specified response time, the department may complete step 2 by: (i) Proposing one or more conceptual designs for the project at a proposed location and any alternative locations then being considered; (ii) providing a summary of the results of step 2, including a statement that the department considers step 2 to be complete or complete except for specified issues remaining to be resolved with specified agencies, to all agencies on the interagency communication list; and (iii) making the summary available to the public.
- Identify environmental reviews, permits, and other 32 (3) Step 3: approvals, application procedures, and decision standards. (a) At any 33 time after completing step 2, the department may initiate step 3 by 34 35 notice to all agencies on the list and the public. This notice may include a threshold determination on whether an environmental impact 36 37 statement (EIS) or supplemental EIS will be prepared or environmental checklist and request for comments on what steps should 38 39 be taken to comply with chapter 43.21C RCW, the State Environmental

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- 1 Policy Act (SEPA). Within thirty days, or a longer time if specified
- 2 by the department, each state, local, and federal agency will be
- 3 encouraged to identify:

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- 4 (i) The procedures under which it expects environmental reviews of 5 the project to occur;
- 6 (ii) All permits and other approvals it might require for the 7 project at each alternative location and conceptual design;
- 8 (iii) What is needed for the department to file a complete 9 application for each permit or other approval;
- 10 (iv) The laws, regulations, ordinances, and policies it would 11 administer with respect to the project at each alternative location and 12 conceptual design; and
- 13 (v) Other information the agency requests the department to 14 consider in deciding whether, when, where, or how to proceed with the 15 project.
- 16 (b) After all state and local agencies on the list have responded, 17 or at least ten days after expiration of the specified response time, 18 the department may complete step 3 by:
- 19 (i) Adopting a list of all environmental reviews, permits, and 20 other approvals it believes are needed for the project under each 21 alternative being considered;
 - (ii) Providing all agencies on the list a copy of that list and a summary of the other results of step 3, including a statement that the department considers step 3 to be complete or complete except for specified issues remaining to be resolved with specified agencies; and
 - (iii) Making the list and summary available to the public.
- (c) The list and summary will be presumed to accurately identify all environmental reviews, permits, and other approvals needed for each alternative described, what is required for applications to be considered complete, and the standards under which applications will be reviewed and approved, unless an aggrieved agency or person files objections within thirty days after the list and summary are distributed.
- 34 (4) Step 4: Tentative selection of preferred alternative. (a) At
 35 any time after completing step 3, the department may initiate step 4 by
 36 notice to all agencies on the list and the public. This notice may be
 37 accompanied by a scoping notice for an EIS or supplemental EIS or, if
 38 available, be accompanied by a draft EIS or supplemental EIS. It also
 39 may be accompanied by the department's preliminary analysis of the

- l advantages and disadvantages of each identified alternative, or other
- 2 information that may be helpful to other interested agencies and the
- 3 public in identifying advantages and disadvantages. Within fourteen
- 4 days, or a longer time if specified by the department, each state,
- 5 local, and federal agency will be encouraged to identify:
- 6 (i) For each identified alternative, the specific features it
- 7 considers significant with respect to its role in environmental
- 8 reviews, permits, or other approvals for the project; the reasons these
- 9 features are significant, and any concerns it may have about the
- 10 alternative because of potential adverse impacts of these features on
- 11 resources or social policies within its jurisdiction;
- 12 (ii) For each feature for which it raises concerns, recommendations
- 13 on how the potential adverse impacts could be avoided, minimized, and
- 14 mitigated;
- 15 (iii) For each feature for which it raises concerns, an assessment
- 16 of the relative ranking of each alternative with respect to whether and
- 17 to what extent these concerns apply;
- 18 (iv) Recommendations the agency may have as to which alternatives
- 19 should be retained or dropped from further consideration, and ways in
- 20 which alternatives might be modified or combined to address its
- 21 concerns, recognizing that final decisions can be made only through the
- 22 applicable environmental review, permit, and other approval processes
- 23 and the agency making them is not bound with respect to any future
- 24 decisions it may make regarding the project;
- 25 (v) Other information the agency requests the department to
- 26 consider in deciding whether, when, where, or how to proceed with the
- 27 project.
- 28 (b) After all state and local agencies on the list have responded,
- 29 or at least ten days after expiration of the specified response time,
- 30 the department may complete step 4 by:
- 31 (i) Selecting a preferred alternative for purposes of all
- 32 environmental reviews, permits, and other approvals needed for the
- 33 project;
- 34 (ii) Providing all agencies on the list a description of the
- 35 preferred alternative and summary of the other results of step 4,
- 36 including a statement that the department considers step 4 to be
- 37 complete or complete except for specified issues remaining to be
- 38 resolved with specified agencies; and

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- 1 (iii) Making the preferred alternative and summary available to the 2 public. The preferred alternative will be identified in all 3 environmental reviews, permits, and other approvals needed for the 4 project.
- 5 (5) Step 5: Completing environmental reviews and applications for permits and other approvals. (a) At any time after completing step 4, 6 7 the department may initiate step 5 by notice to all agencies on the 8 list and the public. A draft EIS or supplemental EIS, the department's 9 draft plans and specifications for the project, and draft applications 10 for some or all permits and other approvals may be provided with the 11 notice or when they subsequently become available. Within thirty days, 12 or a longer time if specified by the department, each state, local, and 13 federal agency will be encouraged to identify:
- (i) All concerns it previously raised regarding the alternative, and other alternatives still under consideration, that have not been resolved to its satisfaction;
- (ii) Additional concerns it may have, particularly concerns resulting from additional information about the project location and design, and other new information received since the completion of step 4;
- (iii) Additional environmental reviews, permits, or other approvals needed for the preferred alternative because of changes in laws, regulations, or policies or changes in the project location or design since these issues were last reviewed in step 3 or 4;
- (iv) Changes in applicable requirements for complete applications for permits or other approvals under its jurisdiction since these issues were last reviewed in step 3 or 4;
- (v) Other changes in applicable laws, regulations, ordinances, or policies administered by the agency since these issues were last reviewed in step 3 or 4;
- (vi) Whether a draft application proposed by the department for a permit or other approval from the agency is complete, and if not, what additional information or other changes are needed for it to be complete.
- 35 (b) When all state and local agencies on the list have responded, 36 or at least ten days after expiration of the specified response time, 37 the department may complete step 5 by:

1 (i) Completing some or all environmental review processes and draft 2 application forms for permits and other approvals that it reasonably 3 believes to be complete;

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- (ii) Providing all agencies on the interagency communication list with environmental review and application documents and a summary of the other results of step 5, including a statement that the department considers step 5 to be complete or complete except for specified issues remaining to be resolved with specified agencies; and
- 9 (iii) Making the completed environmental review documents and 10 summary available to the public. The preferred alternative will be 11 identified in all environmental reviews, permits, and other approvals 12 needed for the project.
 - (c) However, if an interested agency or aggrieved person files objections within fourteen days after the preferred alternative and summary are distributed, the objections will be addressed in subsequent environmental reviews and agency decisions regarding the project.
 - (6) Step 6: Completing the environmental review, permit, and other approval processes. (a) At any time after completing step 5, the department may initiate step 6 by notice to all agencies on the list and the public and filing applications for some or all permits and other approvals needed for the project. Within thirty days, or a longer time if specified by the department, each state, local, and federal agency will be encouraged to:
- 24 (i) Acknowledge receipt of draft environmental review documents 25 provided to them and provide comments on them;
- (ii) Acknowledge receipt of final environmental review documents and determine that they are adequate for purposes of their roles regarding the project or specify what additional information or changes are needed for them to be considered adequate;
- (iii) Acknowledge receipt of each application filed with them and determine that the application is complete or specify what additional information or changes are needed for it to be considered complete;
- (iv) Acknowledge that the applications submitted to them will be processed under the laws, regulations, ordinances, and policies previously identified under steps 3, 4, and 5 or specify what changes have occurred in the governing standards that were in effect on the date a complete application was filed and thus apply to the project;

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- 1 (v) Identify the significant steps necessary for the agency to 2 reach a final decision on applications and the estimated time needed 3 for each step;
- 4 (vi) Identify ways its decision-making process might be made more 5 efficient and effective through additional coordination with other 6 agencies, with any recommendations for such methods as joint 7 solicitation and review of public comments and jointly conducting 8 public hearings.
- 9 (b) It is recognized that step 6 may require an iterative process with several drafts of various environmental review documents and 10 applications being considered and revised, and that changes in project 11 location or design resulting from the permit decisions of one agency 12 13 may require revising applications or even reopening permit decisions of other agencies. All state and local agencies are expected, and federal 14 15 agencies are encouraged, to communicate and cooperate to minimize the 16 number of iterations required and make the process as efficient and 17 effective as possible. Unless significant new information is obtained, decisions made under step 6 should not be reopened except at the 18 19 request of the department, and the most recent information available 20 under steps 3, 4, and 5 should be presumed accurate until significant new information becomes available. 21
- (c) If all environmental reviews have not been completed and all permits and other approvals obtained within forty-five days after step 6 is initiated, the department, by notice to all agencies on the list and the public, may set a deadline for completing reviews and decisions. At any time after the deadline, the department may terminate the coordination process of this section as to some or all of the reviews and decisions that are still not completed.
- 29 <u>NEW SECTION.</u> **Sec. 8.** DEPARTMENT ORGANIZATION AND ADMINISTRATIVE
- 30 ACTIONS. The legislature finds that an essential component of
- 31 streamlined permit decision making is the ability of the department to
- 32 demonstrate the capacity to meet environmental responsibilities.
- 33 Therefore, the legislature directs that:
- 34 (1) The department may amend its operating practices applicable to 35 obtaining project permits when:
- 36 (a) Agreements on standards or best management practices as 37 appropriate, are reached under section 4 of this act;

- 1 (b) The committee determines that streamlining procedures and 2 methodologies implemented for pilot projects consistent with section 5 3 of this act warrant broader application;
- 4 (c) The committee determines that the assignment of 5 responsibilities between regulating agencies and the department is 6 appropriate for broader use.
- 7 (2) The department may develop permits for review by permitting 8 agencies when agreement on the standards and best management practices 9 covered by such permits have been reached under section 4 of this act. 10 Regulating agencies shall review permits based upon the agreed upon 11 standards and timelines developed in section 4 of this act, as well as 12 any other applicable existing standards.
- (3) Qualified environmental staff within the department shall lead the development of all environmental documentation associated with department projects and permit activities in accordance with the department's project delivery tools.
- 17 (4) The department shall conduct special prebid meetings for 18 projects that are environmentally complex. In addition, the department 19 shall review environmental considerations related to these projects 20 during the preconstruction meeting held with the contractor who is 21 awarded the bid.
- 22 (5) Environmental staff at the department shall conduct field 23 inspections to ensure that project activities are performed under 24 permit conditions. These inspectors:
- 25 (a) May issue stop work orders when compliance with permit 26 standards are not being met; and
- (b) For this portion of their job duties, are accountable to the director of environmental affairs of the department.
- 29 (6) Failure to comply with a stop work order may result in civil 30 penalties being assessed against the department and individuals 31 involved. Willful violation of a stop work notice issued by the 32 department is subject to civil penalties assessed on the agency as well 33 as the individuals involved. Persistent violations by the department 34 may result in loss of permit drafting and program management 35 responsibilities.
- NEW SECTION. Sec. 9. TRAINING AND COMPLIANCE. The legislature expects the department to continue its efforts to improve training and compliance. The department shall:

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- 1 (1) Provide training in environmental procedures and permit 2 requirements for those responsible for project delivery activities;
- 3 (2) Require wetland mitigation sites to be designed by a qualified 4 interdisciplinary team that meets training requirements developed by 5 the department's environmental affairs office in consultation with the 6 department of ecology. Environmental mitigation site improvements must 7 have oversight by environmental staff;
- 8 (3) Develop an environmental compliance data system to track all 9 permit conditions;
- 10 (4) Report all noncompliance activities to applicable agencies of jurisdiction along with a remedy plan;
- (5) Fund the departments of ecology, natural resources, and fish and wildlife, operating under their permit-granting authority to conduct audits of the department's permit drafting and compliance activities. The department of ecology must collate the audits in an annual report to the legislature;
- 17 (6) Seek federal funding for dedicated technical staff at federal 18 permit decision-making agencies and for state costs associated with 19 implementation of this act;
- (7) Fund dedicated technical staff at federal permit decision—making entities, as appropriate, and the state departments of ecology, natural resources, community, trade, and economic development, and fish and wildlife to implement the requirements of this chapter;
- (8) Fund a technical specialist at the Northwest Indian Fisheries Commission and the Columbia River Intertribal Fisheries Commission for the purpose of implementing this chapter;
- 27 (9) Reimburse local jurisdictions for costs associated with local 28 participation on the committee and technical subcommittees.
- NEW SECTION. Sec. 10. COST REIMBURSEMENT. The committee shall negotiate a method of cost reimbursement for the costs associated with carrying out the purposes of this chapter, including prior departmental agreements with permitting agencies to cover their costs for transportation projects of statewide significance.
- NEW SECTION. Sec. 11. CAPTIONS. Captions used in this chapter are not any part of the law.

- 1 <u>NEW SECTION.</u> **Sec. 12.** Sections 1 through 11 of this act
- 2 constitute a new chapter in Title 47 RCW.
- 3 <u>NEW SECTION.</u> **Sec. 13.** This act expires March 31, 2003.
- 4 <u>NEW SECTION.</u> **Sec. 14.** This act is necessary for the immediate
- 5 preservation of the public peace, health, or safety, or support of the
- 6 state government and its existing public institutions, and takes effect
- 7 immediately.
- 8 <u>NEW SECTION.</u> **Sec. 15.** If any provision of this act or its
- 9 application to any person or circumstance is held invalid, the
- 10 remainder of the act or the application of the provision to other
- 11 persons or circumstances is not affected.

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