CERTIFICATION OF ENROLLMENT

HOUSE BILL 1717

Chapter 338, Laws of 2009

61st Legislature 2009 Regular Session

MILWAUKEE ROAD CORRIDOR -- RAIL LINE

EFFECTIVE DATE: 06/30/09

Passed by the House April 18, 2009 Yeas 97 Nays 0

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate April 9, 2009 Yeas 45 Nays 0

BRAD OWEN

President of the Senate

Approved May 5, 2009, 2:16 p.m.

CERTIFICATE

I, Barbara Baker, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 1717** as passed by the House of Representatives and the Senate on the dates hereon set forth.

BARBARA BAKER

Chief Clerk

FILED

May 8, 2009

CHRISTINE GREGOIRE

Governor of the State of Washington

Secretary of State State of Washington

HOUSE BILL 1717

AS AMENDED BY THE SENATE

Passed Legislature - 2009 Regular Session

State of Washington

61st Legislature

2009 Regular Session

By Representatives Clibborn, Armstrong, Wood, Warnick, and Klippert Read first time 01/27/09. Referred to Committee on Transportation.

- 1 AN ACT Relating to a rail line over the Milwaukee Road corridor;
- 2 amending RCW 79A.05.115, 79A.05.120, 79A.05.125, and 79A.05.130;
- 3 providing an effective date; providing contingent expiration dates; and
- 4 declaring an emergency.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 79A.05.115 and 2006 c 160 s 1 are each amended to read 7 as follows:
- 8 (1) The commission shall develop and maintain a cross-state trail 9 facility with appropriate appurtenances.
- (2) This section expires July 1, ((2009)) 2019, ((if)) unless the department of transportation ((does-not)) enters into a franchise agreement for a rail line over any of the portions of the Milwaukee Road corridor between Ellensburg and ((Lind)) Marengo by July 1,
- $14 \quad ((2009)) \quad 2019.$
- 15 **Sec. 2.** RCW 79A.05.120 and 2006 c 160 s 2 are each amended to read 16 as follows:
- 17 (1) To facilitate completion of a cross-state trail under the 18 management of the parks and recreation commission, management and

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- control of lands known as the Milwaukee Road corridor shall be transferred between state agencies as follows on the date a franchise agreement is entered into for a rail line over portions of the Milwaukee Road corridor:
 - (a) Portions owned by the state between Ellensburg and the Columbia river that are managed by the parks and recreation commission are transferred to the department of transportation;
 - (b) Portions owned by the state between the west side of the Columbia river and Royal City Junction and between Warden and Lind that are managed by the department of natural resources are transferred to the department of transportation; ((and))
 - (c) Portions owned by the state between Lind and the Idaho border that are managed by the department of natural resources are transferred to the parks and recreation commission as of June 7, 2006; and
 - (d) Portions owned by the state between Lind and Marengo are transferred to the department of transportation.
 - (2) The department of natural resources may, by mutual agreement with the parks and recreation commission, transfer management authority over portions of the Milwaukee Road corridor to the state parks and recreation commission, at any time prior to the department of transportation entering into a franchise agreement.
- 22 (3) This section expires July 1, ((2009)) 2019, and no transfers 23 shall occur ((if)) unless the department of transportation ((does not)) 24 enters into a franchise agreement for a rail line over any of the 25 portions of the Milwaukee Road corridor between Ellensburg and ((Lind)) 26 Marengo by July 1, ((2009)) 2019.
- 27 **Sec. 3.** RCW 79A.05.125 and 2006 c 160 s 3 are each amended to read 28 as follows:
- (1) The department of transportation shall negotiate ((a)) one or more franchises with ((a)) rail carriers to establish and maintain a rail line over portions of the Milwaukee Road corridor owned by the state between Ellensburg and ((Lind)) Marengo. The department of transportation may negotiate such a franchise with any qualified rail carrier. Criteria for negotiating the franchise and establishing the right-of-way include:
 - (a) Assurances that resources from the franchise will be sufficient

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to compensate the state for use of the property, including completion of a cross-state trail between Easton and the Idaho border;

- (b) Types of payment for use of the franchise, including payment for the use of federally granted trust lands in the transportation corridor;
 - (c) Standards for maintenance of the line;

- (d) Provisions ensuring that both the conventional and intermodal rail service needs of local shippers are met. Such accommodations may comprise agreements with the franchisee to offer or maintain adequate service or to provide service by other carriers at commercially reasonable rates;
- (e) Provisions requiring the franchisee, upon reasonable request of any other rail operator, to provide rail service and interchange freight over what is commonly known as the Stampede Pass rail line from Cle Elum to Auburn at commercially reasonable rates;
- (f) If any part of the franchise agreement is invalidated by actions or rulings of the federal surface transportation board or a court of competent jurisdiction, the remaining portions of the franchise agreement are not affected;
 - (g) Compliance with environmental standards; and
 - (h) Provisions for insurance and the coverage of liability.
- 22 (2) The franchise may provide for periodic review of financial 23 arrangements under the franchise.
 - (3) The department of transportation, in consultation with the parks and recreation commission and the senate and house transportation committees, shall negotiate the terms of the franchise, and shall present the agreement to the parks and recreation commission for approval of as to terms and provisions affecting the cross-state trail or affecting the commission.
- (4) This section expires July 1, ((2009)) 2019, ((if)) unless the department of transportation ((does-not)) enters into a franchise agreement for a rail line over any of the portions of the Milwaukee Road corridor between Ellensburg and Marengo by July 1, ((2009)) 2019.
- **Sec. 4.** RCW 79A.05.130 and 2006 c 160 s 4 are each amended to read as follows:
- 36 (1) The cross-state trail account is created in the custody of the 37 state treasurer. Eleven million five hundred thousand dollars is

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- provided to the state parks and recreation commission to acquire, construct, and maintain a cross-state trail. This amount may consist of: (a) Legislative appropriations intended for trail development; (b) payments for the purchase of federally granted trust lands; and (c) franchise fees derived from use of the rail corridor. The legislature intends that any amounts provided from the transportation fund are to be repaid to the transportation fund from franchise fees.
- (2) The department shall deposit franchise fees from use of the 8 rail corridor according to the following priority: (a) To the 9 10 department of transportation for actual costs incurred in administering franchise; (b) to the department of natural resources 11 12 compensation for use of federally granted trust lands in the rail 13 corridor; (c) to the transportation fund to reimburse any amounts 14 transferred or appropriated from that fund by the legislature for trail development; (d) to the cross-state trail account, not to exceed eleven 15 million five hundred thousand dollars, provided that this amount shall 16 17 be reduced proportionate with any funds transferred or appropriated by the 1996 legislature or paid from franchise fees for the purchase of 18 federally granted trust lands or for trail development; and (e) the 19 remainder to the essential rail assistance account, created under RCW 20 21 47.76.250. Expenditures from the cross-state trail account may be used 22 only for the acquisition, development, operation, and maintenance of the cross-state trail. Only the director of the state parks and 23 24 recreation commission or the director's designee may 25 expenditures from the account. The account is subject to allotment 26 procedures under chapter 43.88 RCW, but no appropriation is required 27 for expenditures.
- 28 (3) The commission may acquire land from willing sellers for the 29 cross-state trail, but not by eminent domain.
- 30 (4) The commission shall adopt rules describing the cross-state 31 trail.
- (5) This section expires July 1, ((2009)) 2019, ((if)) unless the department of transportation ((does-not)) enters into a franchise agreement for a rail line over any of the portions of the Milwaukee Road corridor between Ellensburg and Marengo by July 1, ((2009)) 2019.
- 36 <u>NEW SECTION.</u> **Sec. 5.** This act is necessary for the immediate

- 1 preservation of the public peace, health, or safety, or support of the
- 2 state government and its existing public institutions, and takes effect
- 3 June 30, 2009.

Passed by the House April 18, 2009. Passed by the Senate April 9, 2009. Approved by the Governor May 5, 2009. Filed in Office of Secretary of State May 8, 2009.

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