CERTIFICATION OF ENROLLMENT

ENGROSSED SUBSTITUTE HOUSE BILL 1886

Chapter 360, Laws of 2011

62nd Legislature 2011 Regular Session

CRITICAL AREA PROTECTION--VOLUNTARY STEWARDSHIP PROGRAM

EFFECTIVE DATE: 07/22/11

Passed by the House April 14, 2011 Yeas 92 Nays 5

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate April 6, 2011 Yeas 48 Nays 1

President of the Senate

Approved May 16, 2011, 2:43 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 ENGROSSED SUBSTITUTE HOUSE BILL ${\bf 1886}$ as passed by the House of Representatives and the Senate on the dates hereon set forth.

BARBARA BAKER

Chief Clerk

FILED

May 17, 2011

CHRISTINE GREGOIRE

Governor of the State of Washington

Secretary of State State of Washington

BRAD OWEN

ENGROSSED SUBSTITUTE HOUSE BILL 1886

AS AMENDED BY THE SENATE

Passed Legislature - 2011 Regular Session

State of Washington 62nd Legislature 2011 Regular Session

By House Local Government (originally sponsored by Representatives Takko, Angel, Bailey, and Tharinger)

READ FIRST TIME 02/17/11.

AN ACT Relating to implementing recommendations developed in accordance with Substitute Senate Bill No. 5248, chapter 353, Laws of 2007; amending RCW 36.70A.280; reenacting and amending RCW 36.70A.130; adding new sections to chapter 36.70A RCW; adding a new section to chapter 43.21C RCW; and creating a new section.

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

7 <u>NEW SECTION.</u> **Sec. 1.** (1) The purpose of this act is to establish 8 the voluntary stewardship program as recommended in the report 9 submitted by the William D. Ruckelshaus Center to the legislature as 10 required by chapter 353, Laws of 2007 and chapter 203, Laws of 2010.

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(2) It is the intent of this act to:

(a) Promote plans to protect and enhance critical areas within the area where agricultural activities are conducted, while maintaining and improving the long-term viability of agriculture in the state of Washington and reducing the conversion of farmland to other uses;

(b) Focus and maximize voluntary incentive programs to encourage good riparian and ecosystem stewardship as an alternative to historic approaches used to protect critical areas; (c) Rely upon RCW 36.70A.060 for the protection of critical areas
 for those counties that do not choose to participate in this program;

3 (d) Leverage existing resources by relying upon existing work and 4 plans in counties and local watersheds, as well as existing state and 5 federal programs to the maximum extent practicable to achieve program 6 goals;

7 (e) Encourage and foster a spirit of cooperation and partnership
8 among county, tribal, environmental, and agricultural interests to
9 better assure the program success;

10 (f) Improve compliance with other laws designed to protect water 11 quality and fish habitat; and

12 (g) Rely upon voluntary stewardship practices as the primary method 13 of protecting critical areas and not require the cessation of 14 agricultural activities.

NEW SECTION. Sec. 2. The definitions in this section apply to sections 1 through 15 of this act and RCW 36.70A.130 and 36.70A.280 unless the context clearly requires otherwise.

(1) "Agricultural activities" means all agricultural uses andpractices as defined in RCW 90.58.065.

20 (2) "Commission" means the state conservation commission as defined 21 in RCW 89.08.030.

(3) "Director" means the executive director of the stateconservation commission.

(4) "Enhance" or "enhancement" means to improve the processes,
structure, and functions existing, as of the effective date of this
section, of ecosystems and habitats associated with critical areas.

(5) "Participating watershed" means a watershed identified by a
county under section 4(1) of this act to participate in the program.

(6) "Priority watershed" means a geographic area nominated by thecounty and designated by the commission.

31 (7) "Program" means the voluntary stewardship program established 32 in section 3 of this act.

(8) "Protect" or "protecting" means to prevent the degradation of
 functions and values existing as of the effective date of this section.

35 (9) "Receipt of funding" means the date a county takes legislative 36 action accepting any funds as required in section 5(1) of this act to 37 implement the program.

(10) "Statewide advisory committee" means the statewide advisory
 committee created in section 11 of this act.

3 (11) "Technical panel" means the directors or director designees of 4 the following agencies: The department of fish and wildlife; the 5 department of agriculture; the department of ecology; and the 6 commission.

7 (12) "Watershed" means a water resource inventory area, salmon
8 recovery planning area, or a subbasin as determined by a county.

9 (13) "Watershed group" means an entity designated by a county under 10 the provisions of section 5 of this act.

11 (14) "Work plan" means a watershed work plan developed under the 12 provisions of section 6 of this act.

13 <u>NEW SECTION.</u> Sec. 3. (1) The voluntary stewardship program is 14 established to be administered by the commission. The program shall be 15 designed to protect and enhance critical areas on lands used for 16 agricultural activities through voluntary actions by agricultural 17 operators.

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(2) In administering the program, the commission must:

(a) Establish policies and procedures for implementing the program;
(b) Administer funding for counties to implement the program
including, but not limited to, funding to develop strategies and
incentive programs and to establish local guidelines for watershed
stewardship programs;

24 (c) Administer the program's technical assistance funds and 25 coordinate among state agencies and other entities for the 26 implementation of the program;

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(d) Establish a technical panel;

(e) In conjunction with the technical panel, review and evaluate:
(i) Work plans submitted for approval under section 6(2)(a) of this
act; and (ii) reports submitted under section 6(2)(b) of this act;

(f) Review and evaluate the program's success and effectiveness and make appropriate changes to policies and procedures for implementing the program, in consultation with the statewide advisory committee and other affected agencies;

35 (g) Designate priority watersheds based upon the recommendation of 36 the statewide advisory committee. The commission and the statewide 37 advisory committee may only consider watersheds nominated by counties

under section 4 of this act. When designating priority watersheds, the commission and the statewide advisory committee shall consider the statewide significance of the criteria listed in section 4(3) of this act;

5 (h) Provide administrative support for the program's statewide 6 advisory committee in its work. The administrative support must be in 7 collaboration with the department of ecology and other agencies 8 involved in the program;

9 (i) Maintain a web site about the program that includes times, 10 locations, and agenda information for meetings of the statewide 11 advisory committee;

(j) Report to the legislature on the general status of programimplementation by December 1, 2013, and December 1, 2015;

14 (k) In conjunction with the statewide advisory committee, conduct 15 a review of the program beginning in 2017 and every five years 16 thereafter, and report its findings to the legislature by December 1st; 17 and

18 (1) Report to the appropriate committees of the legislature in the 19 format provided in RCW 43.01.036.

(3) The department shall assist counties participating in the
 program to develop plans and development regulations under section 9(1)
 of this act.

(4) The commission, department, department of agriculture,
 department of fish and wildlife, department of ecology, and other state
 agencies as directed by the governor shall:

26 (

(a) Cooperate and collaborate to implement the program; and

(b) Develop materials to assist local watershed groups indevelopment of work plans.

(5) State agencies conducting new monitoring to implement the program in a watershed must focus on the goals and benchmarks of the work plan.

32 <u>NEW_SECTION.</u> Sec. 4. (1)(a) As an alternative to protecting 33 critical areas in areas used for agricultural activities through 34 development regulations adopted under RCW 36.70A.060, the legislative 35 authority of a county may elect to protect such critical areas through 36 the program.

1 (b) In order to participate in the program, within six months after 2 the effective date of this section, the legislative authority of a 3 county must adopt an ordinance or resolution that:

4 (i) Elects to have the county participate in the program;

5 (ii) Identifies the watersheds that will participate in the 6 program; and

7 (iii) Based on the criteria in subsection (4) of this section,
8 nominates watersheds for consideration by the commission as state
9 priority watersheds.

10 (2) Before adopting the ordinance or resolution under subsection 11 (1) of this section, the county must (a) confer with tribes, and 12 environmental and agricultural interests; and (b) provide notice 13 following the public participation and notice provisions of RCW 14 36.70A.035 to property owners and other affected and interested 15 individuals, tribes, government agencies, businesses, school districts, 16 and organizations.

17 (3) In identifying watersheds to participate in the program, a18 county must consider:

(a) The role of farming within the watershed, including the number
and acreage of farms, the economic value of crops and livestock, and
the risk of the conversion of farmland;

(b) The overall likelihood of completing a successful program inthe watershed; and

(c) Existing watershed programs, including those of otherjurisdictions in which the watershed has territory.

26 (4) In identifying priority watersheds, a county must consider the 27 following:

(a) The role of farming within the watershed, including the number
and acreage of farms, the economic value of crops and livestock, and
the risk of the conversion of farmland;

31

(b) The importance of salmonid resources in the watershed;

32 (c) An evaluation of the biological diversity of wildlife species 33 and their habitats in the geographic region including their 34 significance and vulnerability;

35 (d) The presence of leadership within the watershed that is 36 representative and inclusive of the interests in the watershed;

37 (e) Integration of regional watershed strategies, including the

1 availability of a data and scientific review structure related to all 2 types of critical areas;

3 (f) The presence of a local watershed group that is willing and 4 capable of overseeing a successful program, and that has the 5 operational structures to administer the program effectively, including 6 professional technical assistance staff, and monitoring and adaptive 7 management structures; and

8 (g) The overall likelihood of completing a successful program in 9 the watershed.

10 (5) Except as otherwise provided in subsection (9) of this section, 11 beginning with the effective date of the ordinance or resolution 12 adopted under subsection (1) of this section, the program applies to 13 all unincorporated property upon which agricultural activities occur 14 within a participating watershed.

15 (6)(a) Except as otherwise provided in (b) of this subsection, 16 within two years after the effective date of this section, a county 17 must review and, if necessary, revise development regulations adopted 18 under this chapter to protect critical areas as they specifically apply 19 to agricultural activities:

(i) If the county has not elected to participate in the program,for all unincorporated areas; or

(ii) If the county has elected to participate in the program, forany watershed not participating in the program.

(b) A county that between July 1, 2003, and June 30, 2007, in accordance with RCW 36.70A.130 completed the review of its development regulations as required by RCW 36.70A.130 to protect critical areas as they specifically apply to agricultural activities is not required to review and revise its development regulations until required by RCW 36.70A.130.

30 (c) After the review and amendment required under (a) of this 31 subsection, RCW 36.70A.130 applies to the subsequent review and 32 amendment of development regulations adopted under this chapter to 33 protect critical areas as they specifically apply to agricultural 34 activities.

35 (7)(a) A county that has made the election under subsection (1) of 36 this section may withdraw a participating watershed from the program by 37 adopting an ordinance or resolution withdrawing the watershed from the 1 program. A county may withdraw a watershed from the program at the end 2 of three years, five years, or eight years after receipt of funding, or 3 any time after ten years from receipt of funding.

(b) Within eighteen months after withdrawing a participating 4 5 watershed from the program, the county must review and, if necessary, revise its development regulations that protect critical areas in that 6 7 watershed as they specifically apply to agricultural activities. The development regulations must protect the critical area functions and 8 values as they existed on the effective date of this section. 9 RCW 10 36.70A.130 applies to the subsequent review and amendment of development regulations adopted under this chapter to protect critical 11 12 areas as they specifically apply to agricultural activities.

13 (8) A county that has made the election under subsection (1) of 14 this section is eligible for a share of the funding made available to 15 implement the program, subject to funding availability from the state.

16 (9) A county that has made the election under subsection (1) of 17 this section is not required to implement the program in a 18 participating watershed until adequate funding for the program in that 19 watershed is provided to the county.

20 <u>NEW_SECTION.</u> Sec. 5. (1) When the commission makes funds 21 available to a county that has made the election provided in section 22 4(1) of this act, the county must within sixty days:

23 (a) Acknowledge the receipt of funds; and

(b) Designate a watershed group and an entity to administer fundsfor each watershed for which funding has been provided.

26 (2) A county must confer with tribes and interested stakeholders27 before designating or establishing a watershed group.

(3) The watershed group must include broad representation of key 28 29 watershed stakeholders and, at a minimum, representatives of 30 agricultural and environmental groups and tribes that agree to 31 participate. The county should encourage existing lead entities, watershed planning units, or other integrating organizations to serve 32 as the watershed group. 33

34 (4) The county may designate itself, a tribe, or another entity to35 coordinate the local watershed group.

1 <u>NEW SECTION.</u> Sec. 6. (1) A watershed group designated by a county 2 under section 5 of this act must develop a work plan to protect 3 critical areas while maintaining the viability of agriculture in the 4 watershed. The work plan must include goals and benchmarks for the 5 protection and enhancement of critical areas. In developing and 6 implementing the work plan, the watershed group must:

7 (a) Review and incorporate applicable water quality, watershed
8 management, farmland protection, and species recovery data and plans;

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(b) Seek input from tribes, agencies, and stakeholders;

10 (c) Develop goals for participation by agricultural operators 11 conducting commercial and noncommercial agricultural activities in the 12 watershed necessary to meet the protection and enhancement benchmarks 13 of the work plan;

14 (d) Ensure outreach and technical assistance is provided to 15 agricultural operators in the watershed;

(e) Create measurable benchmarks that, within ten years after the receipt of funding, are designed to result in (i) the protection of critical area functions and values and (ii) the enhancement of critical area functions and values through voluntary, incentive-based measures;

20 (f) Designate the entity or entities that will provide technical 21 assistance;

(g) Work with the entity providing technical assistance to ensure that individual stewardship plans contribute to the goals and benchmarks of the work plan;

(h) Incorporate into the work plan any existing development regulations relied upon to achieve the goals and benchmarks for protection;

(i) Establish baseline monitoring for: (i) Participation activities and implementation of the voluntary stewardship plans and projects; (ii) stewardship activities; and (iii) the effects on critical areas and agriculture relevant to the protection and enhancement benchmarks developed for the watershed;

(j) Conduct periodic evaluations, institute adaptive management, and provide a written report of the status of plans and accomplishments to the county and to the commission within sixty days after the end of each biennium;

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(k) Assist state agencies in their monitoring programs; and

38 (1) Satisfy any other reporting requirements of the program.

(2)(a) The watershed group shall develop and submit the work plan
 to the director for approval as provided in section 7 of this act.

3 (b)(i) Not later than five years after the receipt of funding for 4 a participating watershed, the watershed group must report to the 5 director and the county on whether it has met the work plan's 6 protection and enhancement goals and benchmarks.

7 (ii) If the watershed group determines the protection goals and 8 benchmarks have been met, and the director concurs under section 8 of 9 this act, the watershed group shall continue to implement the work 10 plan.

(iii) If the watershed group determines the protection goals and benchmarks have not been met, it must propose and submit to the director an adaptive management plan to achieve the goals and benchmarks that were not met. If the director does not approve the adaptive management plan under section 8 of this act, the watershed is subject to section 9 of this act.

(iv) If the watershed group determines the enhancement goals and benchmarks have not been met, the watershed group must determine what additional voluntary actions are needed to meet the benchmarks, identify the funding necessary to implement these actions, and implement these actions when funding is provided.

(c)(i) Not later than ten years after receipt of funding for a participating watershed, and every five years thereafter, the watershed group must report to the director and the county on whether it has met the protection and enhancement goals and benchmarks of the work plan.

(ii) If the watershed group determines the protection goals and benchmarks have been met, and the director concurs under section 8 of this act, the watershed group shall continue to implement the work plan.

30 (iii) If the watershed group determines the protection goals and 31 benchmarks have not been met, the watershed is subject to section 9 of 32 this act.

(iv) If the watershed group determines the enhancement goals and benchmarks have not been met, the watershed group must determine what additional voluntary actions are needed to meet the benchmarks, identify the funding necessary to implement these actions, and implement these actions when funding is provided.

1 (3) Following approval of a work plan, a county or watershed group 2 may request a state or federal agency to focus existing enforcement 3 authority in that participating watershed, if the action will 4 facilitate progress toward achieving work plan protection goals and 5 benchmarks.

6 (4) The commission may provide priority funding to any watershed 7 designated under the provisions of section 3(2)(g) of this act. The 8 director, in consultation with the statewide advisory committee, shall 9 work with the watershed group to develop an accelerated implementation 10 schedule for watersheds that receive priority funding.

11 (5) Commercial and noncommercial agricultural operators 12 participating in the program are eligible to receive funding and 13 assistance under watershed programs.

14 <u>NEW SECTION.</u> Sec. 7. (1) Upon receipt of a work plan submitted to 15 the director under section 6(2)(a) of this act, the director must 16 submit the work plan to the technical panel for review.

17 (2) The technical panel shall review the work plan and report to 18 the director within forty-five days after the director receives the 19 work plan. The technical panel shall assess whether at the end of ten 20 years after receipt of funding, the work plan, in conjunction with 21 other existing plans and regulations, will protect critical areas while 22 maintaining and enhancing the viability of agriculture in the 23 watershed.

(3)(a) If the technical panel determines the proposed work plan will protect critical areas while maintaining and enhancing the viability of agriculture in the watershed:

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(i) It must recommend approval of the work plan; and

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(ii) The director must approve the work plan.

(b) If the technical panel determines the proposed work plan will not protect critical areas while maintaining and enhancing the viability of agriculture in the watershed:

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(i) It must identify the reasons for its determination; and

33 (ii) The director must advise the watershed group of the reasons 34 for disapproval.

35 (4) The watershed group may modify and resubmit its work plan for36 review and approval consistent with this section.

1 (5) If the director does not approve a work plan submitted under 2 this section within two years and nine months after receipt of funding, 3 the director shall submit the work plan to the statewide advisory 4 committee for resolution. If the statewide advisory committee 5 recommends approval, the director must approve the work plan.

6 (6) If the director does not approve a work plan for a watershed
7 within three years after receipt of funding, the provisions of section
8 9(2) of this act apply to the watershed.

9 NEW SECTION. Sec. 8. (1) Upon receipt of a report by a watershed group under section 6(2)(b) of this act that the work plan goals and 10 benchmarks have been met, the director must consult with the statewide 11 advisory committee. If the director concurs with the watershed group 12 report, the watershed group shall continue to implement the work plan. 13 If the director does not concur with the watershed group report, the 14 15 director shall consult with the statewide advisory committee following 16 the procedures in subsection (2) of this section.

17 (2) If either the director, following receipt of a report under subsection (1) of this section, or the watershed group, in the report 18 submitted to the director under section 6(2)(b) of this act, concludes 19 that the work plan goals and benchmarks for protection have not been 20 21 met, the director must consult with the statewide advisory committee for a recommendation on how to proceed. If the director, acting upon 22 recommendation from the statewide advisory committee, determines that 23 24 the watershed is likely to meet the goals and benchmarks with an additional six months of planning and implementation time, the director 25 26 must grant an extension. If the director, acting upon a recommendation from the statewide advisory committee, determines that the watershed is 27 unlikely to meet the goals and benchmarks within six months, the 28 watershed is subject to section 9 of this act. 29

30 (3) A watershed that fails to meet its goals and benchmarks for 31 protection within the six-month time extension under subsection (2) of 32 this section is subject to section 9 of this act.

33 <u>NEW SECTION.</u> Sec. 9. (1) Within eighteen months after one of the 34 events in subsection (2) of this section, a county must:

35 (a) Develop, adopt, and implement a watershed work plan approved by36 the department that protects critical areas in areas used for

agricultural activities while maintaining the viability of agriculture in the watershed. The department shall consult with the departments of agriculture, ecology, and fish and wildlife and the commission, and other relevant state agencies before approving or disapproving the proposed work plan. The appeal of the department's decision under this subsection is subject to appeal under RCW 36.70A.280;

7 (b) Adopt development regulations previously adopted under this chapter by another local government for the purpose of protecting 8 critical areas in areas used for agricultural activities. Regulations 9 10 adopted under this subsection (1)(b) must be from a region with similar agricultural activities, geography, and geology and must: (i) Be from 11 Clallam, Clark, King, or Whatcom counties; or (ii) have been upheld by 12 13 a growth management hearings board or court after July 1, 2011, where 14 the board or court determined that the provisions adequately protected critical areas functions and values in areas used for agricultural 15 16 activities;

17 (c) Adopt development regulations certified by the department as protective of critical areas in areas used for agricultural activities 18 as required by this chapter. The county may submit existing or amended 19 regulations for certification. The department must make its decision 20 21 on whether to certify the development regulations within ninety days 22 after the county submits its request. If the department denies the certification, the county shall take an action under (a), (b), or (d) 23 24 of this subsection. The department must consult with the departments 25 of agriculture, ecology, and fish and wildlife and the commission before making a certification under this section. The appeal of the 26 27 department's decision under this subsection (1)(c) is subject to appeal under RCW 36.70A.280; or 28

29 (d) Review and, if necessary, revise development regulations 30 adopted under this chapter to protect critical areas as they relate to 31 agricultural activities.

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(2) A participating watershed is subject to this section if:

33 (a) The work plan is not approved by the director as provided in34 section 7 of this act;

35 (b) The work plan's goals and benchmarks for protection have not36 been met as provided in section 6 of this act;

37 (c) The commission has determined under section 10 of this act that

1 the county, department, commission, or departments of agriculture, 2 ecology, or fish and wildlife have not received adequate funding to 3 implement a program in the watershed; or

4 (d) The commission has determined under section 10 of this act that
5 the watershed has not received adequate funding to implement the
6 program.

7 (3) The department shall adopt rules to implement subsection (1)(a)8 and (c) of this section.

9 <u>NEW SECTION.</u> Sec. 10. (1) By July 31, 2015, the commission must: (a) In consultation with each county that has elected under section 10 of this act to participate in the program, determine which 11 4 participating watersheds received adequate funding to establish and 12 implement the program in a participating watershed by July 1, 2015; and 13 In consultation with other state agencies, for each 14 (b) 15 participating watershed determine whether state agencies required to 16 take action under the provisions of sections 1 through 15 of this act 17 have received adequate funding to support the program by July 1, 2015.

18 (2) By July 31, 2017, and every two years thereafter, in 19 consultation with each county that has elected under section 4 of this 20 act to participate in the program and other state agencies, the 21 commission shall determine for each participating watershed whether 22 adequate funding to implement the program was provided during the 23 preceding biennium as provided in subsection (1) of this section.

(3) If the commission determines under subsection (1) or (2) of this section that a participating watershed has not received adequate funding, the watershed is subject to the provisions of section 9 of this act.

(4) In consultation with the statewide advisory committee and other state agencies, not later than August 31, 2015, and each August 31st every two years thereafter, the commission shall report to the legislature and each county that has elected under section 4 of this act to participate in the program on the participating watersheds that have received adequate funding to establish and implement the program.

34 <u>NEW SECTION.</u> **Sec. 11.** (1)(a) From the nominations made under (b) 35 of this subsection, the commission shall appoint a statewide advisory 36 committee, consisting of: Two persons representing county government,

1 two persons representing agricultural organizations, and two persons 2 representing environmental organizations. The commission, in 3 conjunction with the governor's office, shall also invite participation 4 by two representatives of tribal governments.

5 (b) Organizations representing county, agricultural, and environmental organizations shall submit nominations of their б 7 representatives to the commission within ninety days of the effective date of this section. Members of the statewide advisory committee 8 shall serve two-year terms except that for the first year, one 9 10 representative from each of the sectors shall be appointed to the statewide advisory committee for a term of one year. Members may be 11 12 reappointed by the commission for additional two-year terms and 13 replacement members shall be appointed in accordance with the process for selection of the initial members of the statewide advisory 14 15 committee.

16 (c) Upon notification of the commission by an appointed member, the 17 appointed member may designate a person to serve as an alternate.

(d) The executive director of the commission shall serve as anonvoting chair of the statewide advisory committee.

(e) Members of the statewide advisory committee shall serve without compensation and, unless serving as a state officer or employee, are not eligible for reimbursement for subsistence, lodging, and travel expenses under RCW 43.03.050 and 43.03.060.

(2) The role of the statewide advisory committee is to advise the
 commission and other agencies involved in development and operation of
 the program.

27 <u>NEW SECTION.</u> **Sec. 12.** (1) Agricultural operators implementing an 28 individual stewardship plan consistent with a work plan are presumed to 29 be working toward the protection and enhancement of critical areas.

30 (2) If the watershed group determines that additional or different 31 practices are needed to achieve the work plan's goals and benchmarks, 32 the agricultural operator may not be required to implement those 33 practices but may choose to implement the revised practices on a 34 voluntary basis and is eligible for funding to revise the practices.

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NEW SECTION. Sec. 13. In developing stewardship practices to

1 implement the work plan, to the maximum extent practical the watershed 2 group should:

3 (1) Avoid management practices that may have unintended adverse
4 consequences for other habitats, species, and critical areas functions
5 and values; and

6 (2) Administer the program in a manner that allows participants to 7 be eligible for public or private environmental protection and 8 enhancement incentives while protecting and enhancing critical area 9 functions and values.

10 <u>NEW SECTION.</u> **Sec. 14.** An agricultural operator participating in 11 the program may withdraw from the program and is not required to 12 continue voluntary measures after the expiration of an applicable 13 contract. The watershed group must account for any loss of protection 14 resulting from withdrawals when establishing goals and benchmarks for 15 protection and a work plan under section 6 of this act.

16 <u>NEW SECTION.</u> Sec. 15. Nothing in sections 1 through 14 of this 17 act may be construed to:

(1) Interfere with or supplant the ability of any agricultural
 operator to work cooperatively with a conservation district or
 participate in state or federal conservation programs;

(2) Require an agricultural operator to discontinue agricultural
 activities legally existing before the effective date of this section;

(3) Prohibit the voluntary sale or leasing of land for conservationpurposes, either in fee or as an easement;

(4) Grant counties or state agencies additional authority to
 regulate critical areas on lands used for agricultural activities; and

(5) Limit the authority of a state agency, local government, or
landowner to carry out its obligations under any other federal, state,
or local law.

30 Sec. 16. RCW 36.70A.130 and 2010 c 216 s 1 and 2010 c 211 s 2 are 31 each reenacted and amended to read as follows:

32 (1)(a) Each comprehensive land use plan and development regulations 33 shall be subject to continuing review and evaluation by the county or 34 city that adopted them. Except as otherwise provided, a county or city 35 shall take legislative action to review and, if needed, revise its

1 comprehensive land use plan and development regulations to ensure the 2 plan and regulations comply with the requirements of this chapter 3 according to the deadlines in subsections (4) and (5) of this section.

(b) Except as otherwise provided, a county or city not planning 4 5 under RCW 36.70A.040 shall take action to review and, if needed, revise its policies and development regulations regarding critical areas and б 7 natural resource lands adopted according to this chapter to ensure these policies and regulations comply with the requirements of this 8 chapter according to the deadlines in subsections (4) and (5) of this 9 10 Legislative action means the adoption of a resolution or section. ordinance following notice and a public hearing indicating at a 11 minimum, a finding that a review and evaluation has occurred and 12 13 identifying the revisions made, or that a revision was not needed and 14 the reasons therefor.

(c) The review and evaluation required by this subsection may be combined with the review required by subsection (3) of this section. The review and evaluation required by this subsection shall include, but is not limited to, consideration of critical area ordinances and, if planning under RCW 36.70A.040, an analysis of the population allocated to a city or county from the most recent ten-year population forecast by the office of financial management.

(d) Any amendment of or revision to a comprehensive land use plan shall conform to this chapter. Any amendment of or revision to development regulations shall be consistent with and implement the comprehensive plan.

(2)(a) Each county and city shall establish and broadly disseminate 26 27 to the public a public participation program consistent with RCW 36.70A.035 and 36.70A.140 that identifies procedures and schedules 28 whereby updates, proposed amendments, or revisions of the comprehensive 29 plan are considered by the governing body of the county or city no more 30 31 frequently than once every year. "Updates" means to review and revise, 32 if needed, according to subsection (1) of this section, and the deadlines in subsections (4) and (5) of this section or in accordance 33 with the provisions of subsection (6) of this section. Amendments may 34 be considered more frequently than once per year under the following 35 36 circumstances:

(i) The initial adoption of a subarea plan. Subarea plans adopted
under this subsection (2)(a)(i) must clarify, supplement, or implement

jurisdiction-wide comprehensive plan policies, and may only be adopted if the cumulative impacts of the proposed plan are addressed by appropriate environmental review under chapter 43.21C RCW;

4 (ii) The development of an initial subarea plan for economic 5 development located outside of the one hundred year floodplain in a 6 county that has completed a state-funded pilot project that is based on 7 watershed characterization and local habitat assessment;

8 (iii) The adoption or amendment of a shoreline master program under
9 the procedures set forth in chapter 90.58 RCW;

10 (iv) The amendment of the capital facilities element of a 11 comprehensive plan that occurs concurrently with the adoption or 12 amendment of a county or city budget; or

(v) The adoption of comprehensive plan amendments necessary to enact a planned action under RCW 43.21C.031(2), provided that amendments are considered in accordance with the public participation program established by the county or city under this subsection (2)(a) and all persons who have requested notice of a comprehensive plan update are given notice of the amendments and an opportunity to comment.

(b) Except as otherwise provided in (a) of this subsection, all 20 21 proposals shall be considered by the governing body concurrently so the 22 cumulative effect of the various proposals can be ascertained. However, after appropriate public participation a county or city may 23 24 adopt amendments or revisions to its comprehensive plan that conform 25 with this chapter whenever an emergency exists or to resolve an appeal of a comprehensive plan filed with the growth management hearings board 26 27 or with the court.

(3)(a) Each county that designates urban growth areas under RCW 28 36.70A.110 shall review, at least every ten years, its designated urban 29 growth area or areas, and the densities permitted within both the 30 31 incorporated and unincorporated portions of each urban growth area. In 32 conjunction with this review by the county, each city located within an urban growth area shall review the densities permitted within its 33 boundaries, and the extent to which the urban growth occurring within 34 the county has located within each city and the unincorporated portions 35 36 of the urban growth areas.

37 (b) The county comprehensive plan designating urban growth areas,38 and the densities permitted in the urban growth areas by the

1 comprehensive plans of the county and each city located within the 2 urban growth areas, shall be revised to accommodate the urban growth 3 projected to occur in the county for the succeeding twenty-year period. 4 The review required by this subsection may be combined with the review 5 and evaluation required by RCW 36.70A.215.

6 (4) Except as provided in subsection (6) of this section, counties 7 and cities shall take action to review and, if needed, revise their 8 comprehensive plans and development regulations to ensure the plan and 9 regulations comply with the requirements of this chapter as follows:

(a) On or before December 1, 2004, for Clallam, Clark, Jefferson,
 King, Kitsap, Pierce, Snohomish, Thurston, and Whatcom counties and the
 cities within those counties;

(b) On or before December 1, 2005, for Cowlitz, Island, Lewis,
Mason, San Juan, Skagit, and Skamania counties and the cities within
those counties;

(c) On or before December 1, 2006, for Benton, Chelan, Douglas,
Grant, Kittitas, Spokane, and Yakima counties and the cities within
those counties; and

(d) On or before December 1, 2007, for Adams, Asotin, Columbia,
Ferry, Franklin, Garfield, Grays Harbor, Klickitat, Lincoln, Okanogan,
Pacific, Pend Oreille, Stevens, Wahkiakum, Walla Walla, and Whitman
counties and the cities within those counties.

(5) Except as otherwise provided in subsections (6) and (8) of this section, following the review of comprehensive plans and development regulations required by subsection (4) of this section, counties and cities shall take action to review and, if needed, revise their comprehensive plans and development regulations to ensure the plan and regulations comply with the requirements of this chapter as follows:

(a) On or before December 1, 2014, and every seven years thereafter, for Clallam, Clark, Jefferson, King, Kitsap, Pierce, Snohomish, Thurston, and Whatcom counties and the cities within those counties;

(b) On or before December 1, 2015, and every seven years thereafter, for Cowlitz, Island, Lewis, Mason, San Juan, Skagit, and Skamania counties and the cities within those counties;

36 (c) On or before December 1, 2016, and every seven years
 37 thereafter, for Benton, Chelan, Douglas, Grant, Kittitas, Spokane, and
 38 Yakima counties and the cities within those counties; and

1 (d) On or before December 1, 2017, and every seven years 2 thereafter, for Adams, Asotin, Columbia, Ferry, Franklin, Garfield, 3 Grays Harbor, Klickitat, Lincoln, Okanogan, Pacific, Pend Oreille, 4 Stevens, Wahkiakum, Walla Walla, and Whitman counties and the cities 5 within those counties.

(6)(a) Nothing in this section precludes a county or city from
conducting the review and evaluation required by this section before
the deadlines established in subsections (4) and (5) of this section.
Counties and cities may begin this process early and may be eligible
for grants from the department, subject to available funding, if they
elect to do so.

(b) A county that is subject to a deadline established in 12 13 subsection (4)(b) through (d) of this section and meets the following criteria may comply with the requirements of this section at any time 14 within the thirty-six months following the deadline established in 15 subsection (4) of this section: The county has a population of less 16 17 than fifty thousand and has had its population increase by no more than seventeen percent in the ten years preceding the deadline established 18 in subsection (4) of this section as of that date. 19

(c) A city that is subject to a deadline established in subsection 20 21 (4)(b) through (d) of this section and meets the following criteria may 22 comply with the requirements of this section at any time within the thirty-six months following the deadline established in subsection (4) 23 24 of this section: The city has a population of no more than five 25 thousand and has had its population increase by the greater of either no more than one hundred persons or no more than seventeen percent in 26 27 the ten years preceding the deadline established in subsection (4) of this section as of that date. 28

(d) A county or city that is subject to a deadline established in subsection (4)(d) of this section and that meets the criteria established in subsection (6)(b) or (c) of this section may comply with the requirements of subsection (4)(d) of this section at any time within the thirty-six months after the extension provided in subsection (6)(b) or (c) of this section.

(e) State agencies are encouraged to provide technical assistance
 to the counties and cities in the review of critical area ordinances,
 comprehensive plans, and development regulations.

1 (7)(a) The requirements imposed on counties and cities under this 2 section shall be considered "requirements of this chapter" under the 3 terms of RCW 36.70A.040(1). Only those counties and cities that meet 4 the following criteria may receive grants, loans, pledges, or financial 5 guarantees under chapter 43.155 or 70.146 RCW:

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(i) Complying with the deadlines in this section;

7 (ii) Demonstrating substantial progress towards compliance with the 8 schedules in this section for development regulations that protect 9 critical areas; or

10 (iii) Complying with the extension provisions of subsection (6)(b), 11 (c), or (d) of this section.

(b) A county or city that is fewer than twelve months out of compliance with the schedules in this section for development regulations that protect critical areas is making substantial progress towards compliance. Only those counties and cities in compliance with the schedules in this section may receive preference for grants or loans subject to the provisions of RCW 43.17.250.

18 (8)(a) Except as otherwise provided in (c) of this subsection, if 19 a participating watershed is achieving benchmarks and goals for the 20 protection of critical areas functions and values, the county is not 21 required to update development regulations to protect critical areas as 22 they specifically apply to agricultural activities in that watershed.

23 (b) A county that has made the election under section 4(1) of this 24 act may only adopt or amend development regulations to protect critical 25 areas_as_they_specifically_apply_to_agricultural_activities_in_a 26 participating watershed if:

27 (i) A work plan has been approved for that watershed in accordance
 28 with section 7 of this act;

29 (ii) The local watershed group for that watershed has requested the 30 county to adopt or amend development regulations as part of a work plan 31 developed under section 6 of this act;

32 (iii) The adoption or amendment of the development regulations is 33 necessary to enable the county to respond to an order of the growth 34 management hearings board or court;

35 (iv) The adoption or amendment of development regulations is
36 necessary to address a threat to human health or safety; or

37 (v) Three or more years have elapsed since the receipt of funding.

(c) <u>Beginning ten years from the date of receipt of funding, a</u> 1 2 county that has made the election under section 4(1) of this act must review and, if necessary, revise development regulations to protect 3 critical areas as they specifically apply to agricultural activities in 4 a participating watershed in accordance with the review and revision 5 requirements and timeline in subsection (5) of this section. This б 7 subsection (8)(c) does not apply to a participating watershed that has determined under section 6(2)(c)(ii) of this act that the watershed's 8 9 goals and benchmarks for protection have been met.

10 Sec. 17. RCW 36.70A.280 and 2010 c 211 s 7 are each amended to 11 read as follows:

(1) The growth management hearings board shall hear and determineonly those petitions alleging either:

(a) That, except as provided otherwise by this subsection, a state 14 agency, county, or city planning under this chapter is not in 15 16 compliance with the requirements of this chapter, chapter 90.58 RCW as 17 it relates to the adoption of shoreline master programs or amendments thereto, or chapter 43.21C RCW as it relates to plans, development 18 regulations, or amendments, adopted under RCW 36.70A.040 or chapter 19 20 90.58 RCW. Nothing in this subsection authorizes the board to hear 21 petitions alleging noncompliance with RCW 36.70A.5801; ((or))

(b) That the twenty-year growth management planning population projections adopted by the office of financial management pursuant to RCW 43.62.035 should be adjusted<u>;</u>

25 (c) That the approval of a work plan adopted under section 9(1)(a)
26 of this act is not in compliance with the requirements of the program
27 established under section 4 of this act;

28 (d) That regulations adopted under section 9(1)(b) of this act are 29 not regionally applicable and cannot be adopted, wholly or partially, 30 by another jurisdiction; or

31 (e) That a department certification under section 9(1)(c) of this
32 act is erroneous.

33 (2) A petition may be filed only by: (a) The state, or a county or 34 city that plans under this chapter; (b) a person who has participated 35 orally or in writing before the county or city regarding the matter on 36 which a review is being requested; (c) a person who is certified by the

governor within sixty days of filing the request with the board; or (d)
 a person qualified pursuant to RCW 34.05.530.

3 (3) For purposes of this section "person" means any individual,
4 partnership, corporation, association, state agency, governmental
5 subdivision or unit thereof, or public or private organization or
6 entity of any character.

7 (4) To establish participation standing under subsection (2)(b) of 8 this section, a person must show that his or her participation before 9 the county or city was reasonably related to the person's issue as 10 presented to the board.

(5) When considering a possible adjustment to a growth management planning population projection prepared by the office of financial management, the board shall consider the implications of any such adjustment to the population forecast for the entire state.

The rationale for any adjustment that is adopted by the board must be documented and filed with the office of financial management within ten working days after adoption.

18 If adjusted by the board, a county growth management planning 19 population projection shall only be used for the planning purposes set 20 forth in this chapter and shall be known as the "board adjusted 21 population projection." None of these changes shall affect the 22 official state and county population forecasts prepared by the office 23 of financial management, which shall continue to be used for state 24 budget and planning purposes.

25 <u>NEW SECTION.</u> Sec. 18. Sections 1 through 15 of this act are each 26 added to chapter 36.70A RCW under the subchapter heading "voluntary 27 stewardship program."

28 <u>NEW SECTION.</u> Sec. 19. A new section is added to chapter 43.21C
29 RCW to read as follows:

30 (1) Decisions made under section 6 of this act pertaining to work 31 plans, as defined in section 2 of this act, are not subject to the 32 requirements of RCW 43.21C.030(2)(c).

33 (2) Decisions made by a county under section 4 of this act on 34 whether to participate in the voluntary stewardship program established 35 by section 3 of this act are not subject to the requirements of RCW 36 43.21C.030(2)(c). <u>NEW_SECTION.</u> Sec. 20. If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected.

NEW SECTION. Sec. 21. If any part of this act is found to be in 5 б conflict with federal requirements that are a prescribed condition to 7 the allocation of federal funds to the state, the conflicting part of 8 this act is inoperative solely to the extent of the conflict and with respect to the agencies directly affected, and this finding does not 9 affect the operation of the remainder of this act in its application to 10 the agencies concerned. Rules adopted under this act must meet federal 11 12 requirements that are a necessary condition to the receipt of federal 13 funds by the state.

> Passed by the House April 14, 2011. Passed by the Senate April 6, 2011. Approved by the Governor May 16, 2011. Filed in Office of Secretary of State May 17, 2011.