E2SSB 5057 - H AMD TO APP COMM AMD (H-2633.1/15) By Representative Shea

NOT ADOPTED 4/14/2015

- Beginning on page 1, after line 2 of the amendment, strike all material through "2015." on page 50, line 18 and insert the following:
 - "NEW SECTION. Sec. 1. (1) Subject to the availability of amounts appropriated for this specific purpose, the department of ecology shall provide grants to emergency responders to assist with oil spill and hazardous materials response and firefighting equipment and resources needed to meet the requirements of this act.
 - (2) For the purposes of determining grant allocations, the department of ecology, in consultation with emergency first responders, oil spill response cooperatives, representatives from the oil and rail industries, and businesses that are recipients of liquid bulk crude oil shall: (a) Conduct an evaluation of oil spill and hazardous materials response and firefighting equipment and resources currently available for oil spill and hazardous materials response activities throughout the state; (b) review the local emergency management coordinating efforts for oil spill and hazardous materials response; (c) determine the need for additional, new, or updated equipment and resources; and (d) identify areas or regions of the state that are in greatest need of resources and oil spill and hazardous materials response and firefighting equipment.
 - (3) The department of ecology, in consultation with emergency first responders, oil spill response cooperatives, representatives from the oil and rail industries, and businesses that are recipients of liquid bulk crude oil shall review grant applications to prioritize grant awards using the evaluation of availability of oil spill and hazardous materials response and firefighting equipment and resources as determined in subsection (2) of this section.
- 29 (a) The application review must include evaluation of equipment 30 and resource requests, funding requirements, and coordination with 31 existing equipment and resources in the area.

- 1 (b) Funding must be prioritized for applicants from areas where 2 the need for firefighting and oil spill and hazardous materials 3 response equipment is the greatest as determined in subsection (2) of 4 this section.
- 5 (c) Grants must be coordinated to maximize currently existing 6 equipment and resources that have been put in place by first 7 responders and industry.
- 8 **Sec. 2.** RCW 82.23B.010 and 1992 c 73 s 6 are each amended to 9 read as follows:
- 10 ((Unless the context clearly requires otherwise, the definitions
 11 in this section apply throughout this chapter.)) The definitions in
 12 this section apply throughout this chapter unless the context clearly
 13 requires otherwise.
- 14 (1) "Barrel" means a unit of measurement of volume equal to forty-two United States gallons of crude oil or petroleum product.
- 16 (2) "Bulk oil terminal" means a facility of any kind, other than
 17 a waterborne vessel, that is used for transferring crude oil from a
 18 tank car.
- 19 <u>(3)</u> "Crude oil" means any naturally occurring liquid hydrocarbons 20 at atmospheric temperature and pressure coming from the earth, 21 including condensate and natural gasoline.
- $((\frac{3}{1}))$ $(\frac{4}{1})$ "Department" means the department of revenue.
- (((4))) (5) "Marine terminal" means a facility of any kind, other than a waterborne vessel, that is used for transferring crude oil or petroleum products to or from a waterborne vessel or barge.
- $((\frac{5}{}))$ (6) "Navigable waters" means those waters of the state and their adjoining shorelines that are subject to the ebb and flow of the tide, including the Columbia and Snake rivers.
- 29 $((\frac{6}{}))$ (7) "Person" has the meaning provided in RCW 82.04.030.
- 30 (((7))) (8) "Petroleum product" means any liquid hydrocarbons at atmospheric temperature and pressure that are the product of the fractionation, distillation, or other refining or processing of crude 33 oil, and that are used as, useable as, or may be refined as a fuel or fuel blendstock, including but not limited to, gasoline, diesel fuel, 35 aviation fuel, bunker fuel, and fuels containing a blend of alcohol 36 and petroleum.
- 37 (((8))) <u>(9) "Tank car" means a rail car, the body of which</u> 38 <u>consists of a tank for transporting liquids.</u>

(10) "Taxpayer" means the person owning crude oil or petroleum products immediately after receipt of the same into the storage tanks of a marine or bulk oil terminal in this state ((from a waterborne vessel or barge)) and who is liable for the taxes imposed by this chapter.

- $((\frac{(9)}{)})$ (11) "Waterborne vessel or barge" means any ship, barge, or other watercraft capable of travelling on the navigable waters of this state and capable of transporting any crude oil or petroleum product in quantities of ten thousand gallons or more for purposes other than providing fuel for its motor or engine.
- **Sec. 3.** RCW 82.23B.020 and 2006 c 256 s 2 are each amended to 12 read as follows:
 - (1) An oil spill response tax is imposed on the privilege of receiving: (a) Crude oil or petroleum products at a marine terminal within this state from a waterborne vessel or barge operating on the navigable waters of this state; and (b) crude oil at a bulk oil terminal within this state from a tank car. The tax imposed in this section is levied upon the owner of the crude oil or petroleum products immediately after receipt of the same into the storage tanks of a marine or bulk oil terminal from a tank car or waterborne vessel or barge at the rate of one cent per barrel of crude oil or petroleum product received.
 - (2) In addition to the tax imposed in subsection (1) of this section, an oil spill administration tax is imposed on the privilege of receiving: (a) Crude oil or petroleum products at a marine terminal within this state from a waterborne vessel or barge operating on the navigable waters of this state; and (b) crude oil at a bulk oil terminal within this state from a tank car. The tax imposed in this section is levied upon the owner of the crude oil or petroleum products immediately after receipt of the same into the storage tanks of a marine or bulk oil terminal from a tank car or waterborne vessel or barge at the rate of four cents per barrel of crude oil or petroleum product.
 - (3) The taxes imposed by this chapter ((shall)) must be collected by the marine or bulk oil terminal operator from the taxpayer. If any person charged with collecting the taxes fails to bill the taxpayer for the taxes, or in the alternative has not notified the taxpayer in writing of the ((imposition of the)) taxes imposed, or having collected the taxes, fails to pay them to the department in the

manner prescribed by this chapter, whether such failure is the result of the person's own acts or the result of acts or conditions beyond the person's control, he or she ((shall)), nevertheless, ((be)) is personally liable to the state for the amount of the taxes. Payment of the taxes by the owner to a marine or bulk oil terminal operator ((shall)) must relieve the owner from further liability for the taxes.

- (4) Taxes collected under this chapter ((shall)) must be held in trust until paid to the department. Any person collecting the taxes who appropriates or converts the taxes collected ((shall be)) is guilty of a gross misdemeanor if the money required to be collected is not available for payment on the date payment is due. The taxes required by this chapter to be collected ((shall)) must be stated separately from other charges made by the marine or bulk oil terminal operator in any invoice or other statement of account provided to the taxpayer.
- (5) If a taxpayer fails to pay the taxes imposed by this chapter to the person charged with collection of the taxes and the person charged with collection fails to pay the taxes to the department, the department may, in its discretion, proceed directly against the taxpayer for collection of the taxes.
- (6) The taxes ((shall be)) are due from the marine or bulk oil terminal operator, along with reports and returns on forms prescribed by the department, within twenty-five days after the end of the month in which the taxable activity occurs.
- (7) The amount of taxes, until paid by the taxpayer to the marine or bulk oil terminal operator or to the department, ((shall)) constitute a debt from the taxpayer to the marine or bulk oil terminal operator. Any person required to collect the taxes under this chapter who, with intent to violate the provisions of this chapter, fails or refuses to do so as required and any taxpayer who refuses to pay any taxes due under this chapter((, shall be)) is guilty of a misdemeanor as provided in chapter 9A.20 RCW.
- (8) Upon prior approval of the department, the taxpayer may pay the taxes imposed by this chapter directly to the department. The department ((shall)) must give its approval for direct payment under this section whenever it appears, in the department's judgment, that direct payment will enhance the administration of the taxes imposed under this chapter. The department ((shall)) must provide by rule for the issuance of a direct payment certificate to any taxpayer

- qualifying for direct payment of the taxes. Good faith acceptance of a direct payment certificate by a terminal operator ((shall)) must relieve the marine or bulk oil terminal operator from any liability for the collection or payment of the taxes imposed under this chapter.
- (9) All receipts from the tax imposed in subsection (1) of this section ((shall)) must be deposited into the state oil spill response account. All receipts from the tax imposed in subsection (2) of this section shall be deposited into the oil spill prevention account.
- (10) Within forty-five days after the end of each calendar 10 11 quarter, the office of financial management ((shall)) must determine the balance of the oil spill response account as of the last day of 12 that calendar quarter. Balance determinations by the office of 13 financial management under this section are final and ((shall)) may 14 not be used to challenge the validity of any tax imposed under this 15 chapter. The office of financial management ((shall)) <u>must</u> promptly 16 17 notify the departments of revenue and ecology of the account balance once a determination is made. For each subsequent calendar quarter, 18 the tax imposed by subsection (1) of this section shall be imposed 19 during the entire calendar quarter unless: 20
- 21 (a) Tax was imposed under subsection (1) of this section during 22 the immediately preceding calendar quarter, and the most recent 23 quarterly balance is more than nine million dollars; or
- (b) Tax was not imposed under subsection (1) of this section during the immediately preceding calendar quarter, and the most recent quarterly balance is more than eight million dollars.
- 27 **Sec. 4.** RCW 82.23B.030 and 1992 c 73 s 9 are each amended to 28 read as follows:

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- The taxes imposed under this chapter ((shall)) only apply to the first receipt of crude oil or petroleum products at a marine or bulk oil terminal in this state and not to the later transporting and subsequent receipt of the same oil or petroleum product, whether in the form originally received at a marine or bulk oil terminal in this state or after refining or other processing.
- 35 **Sec. 5.** RCW 82.23B.040 and 1992 c 73 s 10 are each amended to read as follows:
- Credit ((shall)) <u>must</u> be allowed against the taxes imposed under this chapter for any crude oil or petroleum products received at a Official Print 5 5057-S2.E AMH **416**SHEA H2666.1

- 1 marine <u>or bulk oil</u> terminal and subsequently exported from or sold
- 2 for export from the state.

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- 3 <u>NEW SECTION.</u> **Sec. 6.** A new section is added to chapter 90.56 4 RCW to read as follows:
- 5 (1) A facility that receives crude oil from a railroad car must provide advance notice to the department that the facility will б receive crude oil from a railroad car, as provided in this section. 7 The advance notice must include the route taken to the facility 8 within the state, if known, and the scheduled time, location, volume, 9 10 and gravity of the oil, as measured by standards developed by the 11 American petroleum institute. Each week, a facility that provides advance notice under this section must provide the 12 information regarding the scheduled arrival of railroad cars carrying 13 crude oil to be received by the facility in the succeeding seven-day 14 15 period. A facility is not required to provide advance notice when 16 there is no receipt of crude oil from a railroad car scheduled for a 17 seven-day period.
 - (2) The department may share information provided by a facility through the advance notice system established in this section with the state emergency management division and any county, city, tribal, port, or local government emergency response agency upon request.
 - (3) The department must publish information collected under this section on a quarterly basis on the department's internet web site. The information published by the department must be aggregated on a statewide basis and may include other information available to the department including, but not limited to, place of origin, modes of transport, number of railroad cars delivering crude oil, and number and volume of spills during transport and delivery. The department must publish routes to facilities within the state, but may not include specific information about volume or gravity of oil, as measured by the standards developed by the American petroleum institute transported to any particular facility along the routes.
 - (4) A facility providing advance notice under this section is not responsible for meeting advance notice time frame requirements under subsection (1) of this section in the event that the schedule of arrivals of railroad cars carrying crude oil changes during a sevenday period.
- 38 (5) Consistent with the requirements of chapter 42.56 RCW, the 39 department and any state, local, tribal, or public agency that Official Print 6 5057-S2.E AMH **416**SHEA H2666.1

- 1 receives information provided under this section may not disclose any
- 2 such information to the public or to nongovernmental entities that is
- 3 not aggregated and that contains proprietary, commercial, or
- 4 financial information. The requirement for aggregating information
- 5 does not apply when information is shared by the department with
- 6 emergency response agencies as provided in subsection (2) of this
- 7 section.
- 8 (6) The department shall adopt rules to implement this section.
- 9 The advance notice system required in this section must be consistent
- 10 with the oil transfer reporting system adopted by the department
- 11 pursuant to RCW 88.46.165.
- 12 **Sec. 7.** RCW 88.40.011 and 2007 c 347 s 4 are each amended to
- 13 read as follows:
- 14 The definitions in this section apply throughout this chapter
- 15 unless the context clearly requires otherwise.
- 16 (1) "Barge" means a vessel that is not self-propelled.
- 17 (2) "Cargo vessel" means a self-propelled ship in commerce, other
- 18 than a tank vessel, fishing vessel, or a passenger vessel, of three
- 19 hundred or more gross tons.
- 20 (3) "Bulk" means material that is stored or transported in a
- 21 loose, unpackaged liquid, powder, or granular form capable of being
- 22 conveyed by a pipe, bucket, chute, or belt system.
- 23 (4) "Covered vessel" means a tank vessel, cargo vessel, or
- 24 passenger vessel.
- 25 (5) "Department" means the department of ecology.
- 26 (6) "Director" means the director of the department of ecology.
- 27 (7)(a) "Facility" means any structure, group of structures,
- 28 equipment, pipeline, or device, other than a vessel, located on or
- 29 near the navigable waters of the state that transfers oil in bulk to
- 30 or from any vessel with an oil carrying capacity over two hundred
- 31 fifty barrels or pipeline, that is used for producing, storing,
- 32 handling, transferring, processing, or transporting oil in bulk.
- 33 (b) A facility does not include any: (i) Railroad car, motor
- 34 vehicle, or other rolling stock while transporting oil over the
- 35 highways or rail lines of this state; (ii) retail motor vehicle motor
- 36 fuel outlet; (iii) facility that is operated as part of an exempt
- 37 agricultural activity as provided in RCW 82.04.330; (iv) underground
- 38 storage tank regulated by the department or a local government under
- 39 chapter 90.76 RCW; or (v) marine fuel outlet that does not dispense

1 more than three thousand gallons of fuel to a ship that is not a 2 covered vessel, in a single transaction.

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- (8) "Fishing vessel" means a self-propelled commercial vessel of three hundred or more gross tons that is used for catching or processing fish.
- 6 (9) "Gross tons" means tonnage as determined by the United States 7 coast guard under 33 C.F.R. section 138.30.
 - (10) "Hazardous substances" means any substance listed as of March 1, 2003, in Table 302.4 of 40 C.F.R. Part 302 adopted under section ((101(14))) 102(a) of the federal comprehensive environmental response, compensation, and liability act of 1980, as amended by P.L. 99-499. The following are not hazardous substances for purposes of this chapter:
 - (a) Wastes listed as F001 through F028 in Table 302.4; and
 - (b) Wastes listed as K001 through K136 in Table 302.4.
 - (11) "Navigable waters of the state" means those waters of the state, and their adjoining shorelines, that are subject to the ebb and flow of the tide and/or are presently used, have been used in the past, or may be susceptible for use to transport intrastate, interstate, or foreign commerce.
 - (12) "Oil" or "oils" means oil of any kind that is liquid at ((atmospheric temperature)) twenty-five degrees Celsius and one atmosphere of pressure and any fractionation thereof, including, but not limited to, crude oil, bitumen, synthetic crude oil, natural gas well condensate, petroleum, gasoline, fuel oil, diesel oil, biological oils and blends, oil sludge, oil refuse, and oil mixed with wastes other than dredged spoil. Oil does not include any substance listed as of March 1, 2003, in Table 302.4 of 40 C.F.R. Part 302 adopted under section ((101(14))) 102(a) of the federal comprehensive environmental response, compensation, and liability act of 1980, as amended by P.L. 99-499.
- 32 (13) "Offshore facility" means any facility located in, on, or 33 under any of the navigable waters of the state, but does not include 34 a facility any part of which is located in, on, or under any land of 35 the state, other than submerged land.
- 36 (14) "Onshore facility" means any facility any part of which is 37 located in, on, or under any land of the state, other than submerged 38 land, that because of its location, could reasonably be expected to 39 cause substantial harm to the environment by discharging oil into or 40 on the navigable waters of the state or the adjoining shorelines.

- 1 (15)(a) "Owner or operator" means (i) in the case of a vessel,
 2 any person owning, operating, or chartering by demise, the vessel;
 3 (ii) in the case of an onshore or offshore facility, any person
 4 owning or operating the facility; and (iii) in the case of an
 5 abandoned vessel or onshore or offshore facility, the person who
 6 owned or operated the vessel or facility immediately before its
 7 abandonment.
- 8 (b) "Operator" does not include any person who owns the land 9 underlying a facility if the person is not involved in the operations 10 of the facility.
- 11 (16) "Passenger vessel" means a ship of three hundred or more 12 gross tons with a fuel capacity of at least six thousand gallons 13 carrying passengers for compensation.
- 14 (17) "Ship" means any boat, ship, vessel, barge, or other 15 floating craft of any kind.
- 16 (18) "Spill" means an unauthorized discharge of oil into the 17 waters of the state.
- 18 (19) "Tank vessel" means a ship that is constructed or adapted to 19 carry, or that carries, oil in bulk as cargo or cargo residue, and 20 that:
 - (a) Operates on the waters of the state; or

- 22 (b) Transfers oil in a port or place subject to the jurisdiction 23 of this state.
- (20) "Waters of the state" includes lakes, rivers, ponds, streams, inland waters, underground water, salt waters, estuaries, tidal flats, beaches and lands adjoining the seacoast of the state, sewers, and all other surface waters and watercourses within the jurisdiction of the state of Washington.
- 29 **Sec. 8.** RCW 88.46.010 and 2011 c 122 s 1 are each reenacted and 30 amended to read as follows:
- The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.
- (1) "Best achievable protection" means the highest level of 33 34 protection that can be achieved through the use of 35 achievable technology and those staffing levels, training procedures, operational methods that provide the greatest degree of 36 37 achievable. The director's determination achievable protection shall be guided by the critical need to protect 38 the state's natural resources and waters, while considering: 39

- 1 (a) The additional protection provided by the measures;
 - (b) The technological achievability of the measures; and
 - (c) The cost of the measures.

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- 4 (2)(a) "Best achievable technology" means the technology that 5 provides the greatest degree of protection taking into consideration:
- 6 (i) Processes that are being developed, or could feasibly be 7 developed, given overall reasonable expenditures on research and 8 development; and
- 9 (ii) Processes that are currently in use.
- 10 (b) In determining what is best achievable technology, the 11 director shall consider the effectiveness, engineering feasibility, 12 and commercial availability of the technology.
- 13 (3) "Bulk" means material that is stored or transported in a 14 loose, unpackaged liquid, powder, or granular form capable of being 15 conveyed by a pipe, bucket, chute, or belt system.
- 16 (4) "Cargo vessel" means a self-propelled ship in commerce, other 17 than a tank vessel or a passenger vessel, of three hundred or more 18 gross tons, including but not limited to, commercial fish processing 19 vessels and freighters.
- 20 (5) "Covered vessel" means a tank vessel, cargo vessel, or 21 passenger vessel.
 - (6) "Department" means the department of ecology.
 - (7) "Director" means the director of the department of ecology.
- 24 (8) "Discharge" means any spilling, leaking, pumping, pouring, 25 emitting, emptying, or dumping.
 - (9)(a) "Facility" means any structure, group of structures, equipment, pipeline, or device, other than a vessel, located on or near the navigable waters of the state that transfers oil in bulk to or from a tank vessel or pipeline, that is used for producing, storing, handling, transferring, processing, or transporting oil in bulk.
- (b) A facility does not include any: (i) Railroad car, motor 32 vehicle, or other rolling stock while transporting oil over the 33 highways or rail lines of this state; (ii) retail motor vehicle motor 34 fuel outlet; (iii) facility that is operated as part of an exempt 35 36 agricultural activity as provided in RCW 82.04.330; (iv) underground storage tank regulated by the department or a local government under 37 chapter 90.76 RCW; or (v) marine fuel outlet that does not dispense 38 more than three thousand gallons of fuel to a ship that is not a 39 covered vessel, in a single transaction. 40

1 (10) "Marine facility" means any facility used for tank vessel wharfage or anchorage, including any equipment used for the purpose 2 of handling or transferring oil in bulk to or from a tank vessel. 3

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- (11) "Navigable waters of the state" means those waters of the state, and their adjoining shorelines, that are subject to the ebb and flow of the tide and/or are presently used, have been used in the past, or may be susceptible for use to transport intrastate, interstate, or foreign commerce.
- (12) "Offshore facility" means any facility located in, on, or under any of the navigable waters of the state, but does not include a facility any part of which is located in, on, or under any land of the state, other than submerged land. "Offshore facility" does not include a marine facility.
- (13) "Oil" or "oils" means oil of any kind that is liquid at ((atmospheric temperature)) twenty-five degrees Celsius and one atmosphere of pressure and any fractionation thereof, including, but not limited to, crude oil, bitumen, synthetic crude oil, natural gas well condensate, petroleum, gasoline, fuel oil, diesel oil, biological oils and blends, oil sludge, oil refuse, and oil mixed with wastes other than dredged spoil. Oil does not include any substance listed in Table 302.4 of 40 C.F.R. Part 302 adopted August 1989, under section $((\frac{101(14)}{1}))$ 102(a) of the comprehensive environmental response, compensation, and liability act of 1980, as amended by P.L. 99-499.
 - (14) "Onshore facility" means any facility any part of which is located in, on, or under any land of the state, other than submerged land, that because of its location, could reasonably be expected to cause substantial harm to the environment by discharging oil into or on the navigable waters of the state or the adjoining shorelines.
- (15)(a) "Owner or operator" means (i) in the case of a vessel, any person owning, operating, or chartering by demise, the vessel; (ii) in the case of an onshore or offshore facility, any person owning or operating the facility; and (iii) in the case of an abandoned vessel or onshore or offshore facility, the person who owned or operated the vessel or facility immediately before its abandonment.
- (b) "Operator" does not include any person who owns the land 37 underlying a facility if the person is not involved in the operations 38 39 of the facility.

1 (16) "Passenger vessel" means a ship of three hundred or more 2 gross tons with a fuel capacity of at least six thousand gallons 3 carrying passengers for compensation.

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- (17) "Person" means any political subdivision, government agency, municipality, industry, public or private corporation, copartnership, association, firm, individual, or any other entity whatsoever.
- 7 (18) "Race Rocks light" means the nautical landmark located 8 southwest of the city of Victoria, British Columbia.
- 9 (19) "Regional vessels of opportunity response group" means a 10 group of nondedicated vessels participating in a vessels of 11 opportunity response system to respond when needed and available to 12 spills in a defined geographic area.
- 13 (20) "Severe weather conditions" means observed nautical 14 conditions with sustained winds measured at forty knots and wave 15 heights measured between twelve and eighteen feet.
- 16 (21) "Ship" means any boat, ship, vessel, barge, or other 17 floating craft of any kind.
- 18 (22) "Spill" means an unauthorized discharge of oil into the 19 waters of the state.
- 20 (23) "Strait of Juan de Fuca" means waters off the northern coast 21 of the Olympic Peninsula seaward of a line drawn from New Dungeness 22 light in Clallam county to Discovery Island light on Vancouver 23 Island, British Columbia, Canada.
- (24) "Tank vessel" means a ship that is constructed or adapted to carry, or that carries, oil in bulk as cargo or cargo residue, and that:
 - (a) Operates on the waters of the state; or
- 28 (b) Transfers oil in a port or place subject to the jurisdiction 29 of this state.
- 30 (25) "Umbrella plan holder" means a nonprofit corporation 31 established consistent with this chapter for the purposes of 32 providing oil spill response and contingency plan coverage.
 - (26) "Vessel emergency" means a substantial threat of pollution originating from a covered vessel, including loss or serious degradation of propulsion, steering, means of navigation, primary electrical generating capability, and seakeeping capability.
- 37 (27) "Vessels of opportunity response system" means nondedicated 38 boats and operators, including fishing and other vessels, that are 39 under contract with and equipped by contingency plan holders to 40 assist with oil spill response activities, including on-water oil

1 recovery in the near shore environment and the placement of oil spill 2 containment booms to protect sensitive habitats.

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- (28) "Volunteer coordination system" means an oil spill response system that, before a spill occurs, prepares for the coordination of volunteers to assist with appropriate oil spill response activities, which may include shoreline protection and cleanup, wildlife recovery, field observation, light construction, facility maintenance, donations management, clerical support, and other aspects of a spill response.
- "Waters of the state" includes lakes, rivers, ponds, 10 11 streams, inland waters, underground water, salt waters, estuaries, tidal flats, beaches and lands adjoining the seacoast of the state, 12 sewers, and all other surface waters and watercourses within the 13 jurisdiction of the state of Washington. 14
- (30) "Worst case spill" means: (a) In the case of a vessel, a 15 spill of the entire cargo and fuel of the vessel complicated by 16 adverse weather conditions; and (b) in the case of an onshore or 17 offshore facility, the largest foreseeable spill in adverse weather 18 conditions. 19
- 20 **Sec. 9.** RCW 90.56.010 and 2007 c 347 s 6 are each amended to read as follows: 21
- The definitions in this section apply throughout this chapter 22 23 unless the context clearly requires otherwise.
 - (1) "Best achievable protection" means the highest level of protection that can be achieved through the use of the best achievable technology and those staffing levels, training procedures, and operational methods that provide the greatest degree achievable. The director's determination of best protection achievable protection shall be guided by the critical need to protect the state's natural resources and waters, while considering (a) the additional protection provided by the measures; (b) the technological achievability of the measures; and (c) the cost of the measures.
- (2) "Best achievable technology" means the technology that 33 provides the greatest degree of protection taking into consideration 34 35 (a) processes that are being developed, or could feasibly be developed, given overall reasonable expenditures on research and 36 37 development, and (b) processes that are currently in use. determining what is best achievable technology, the director shall 38

- 1 consider the effectiveness, engineering feasibility, and commercial 2 availability of the technology.
 - (3) "Board" means the pollution control hearings board.

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- (4) "Cargo vessel" means a self-propelled ship in commerce, other than a tank vessel or a passenger vessel, three hundred or more gross tons, including but not limited to, commercial fish processing vessels and freighters.
- (5) "Bulk" means material that is stored or transported in a 8 loose, unpackaged liquid, powder, or granular form capable of being 9 conveyed by a pipe, bucket, chute, or belt system. 10
- 11 (6) "Committee" means the preassessment screening committee established under RCW 90.48.368. 12
- 13 (7) "Covered vessel" means a tank vessel, cargo vessel, or 14 passenger vessel.
 - (8) "Department" means the department of ecology.
 - (9) "Director" means the director of the department of ecology.
- 17 (10) "Discharge" means any spilling, leaking, pumping, pouring, emitting, emptying, or dumping. 18
 - (11)(a) "Facility" means any structure, group of structures, equipment, pipeline, or device, other than a vessel, located on or near the navigable waters of the state that transfers oil in bulk to or from a tank vessel or pipeline, that is used for producing, storing, handling, transferring, processing, or transporting oil in bulk.
- (b) A facility does not include any: (i) Railroad car, motor 25 26 vehicle, or other rolling stock while transporting oil over the highways or rail lines of this state; (ii) underground storage tank 27 regulated by the department or a local government under chapter 90.76 28 RCW; (iii) motor vehicle motor fuel outlet; (iv) facility that is 29 operated as part of an exempt agricultural activity as provided in 30 31 RCW 82.04.330; or (v) marine fuel outlet that does not dispense more than three thousand gallons of fuel to a ship that is not a covered 32 vessel, in a single transaction. 33
- 34 (12) "Fund" means the state coastal protection fund as provided in RCW 90.48.390 and 90.48.400. 35
- 36 (13) "Having control over oil" shall include but not be limited to any person using, storing, or transporting oil immediately prior 37 to entry of such oil into the waters of the state, and shall 38 specifically include carriers and bailees of such oil. 39

1 (14) "Marine facility" means any facility used for tank vessel 2 wharfage or anchorage, including any equipment used for the purpose 3 of handling or transferring oil in bulk to or from a tank vessel.

- (15) "Navigable waters of the state" means those waters of the state, and their adjoining shorelines, that are subject to the ebb and flow of the tide and/or are presently used, have been used in the past, or may be susceptible for use to transport intrastate, interstate, or foreign commerce.
- (16) "Necessary expenses" means the expenses incurred by the department and assisting state agencies for (a) investigating the source of the discharge; (b) investigating the extent of the environmental damage caused by the discharge; (c) conducting actions necessary to clean up the discharge; (d) conducting predamage and damage assessment studies; and (e) enforcing the provisions of this chapter and collecting for damages caused by a discharge.
- (17) "Oil" or "oils" means oil of any kind that is liquid at ((atmospheric temperature)) twenty-five degrees Celsius and one atmosphere of pressure and any fractionation thereof, including, but not limited to, crude oil, bitumen, synthetic crude oil, natural gas well condensate, petroleum, gasoline, fuel oil, diesel oil, biological oils and blends, oil sludge, oil refuse, and oil mixed with wastes other than dredged spoil. Oil does not include any substance listed in Table 302.4 of 40 C.F.R. Part 302 adopted August 14, 1989, under section ((101(14))) 102(a) of the federal comprehensive environmental response, compensation, and liability act of 1980, as amended by P.L. 99-499.
- (18) "Offshore facility" means any facility located in, on, or under any of the navigable waters of the state, but does not include a facility any part of which is located in, on, or under any land of the state, other than submerged land.
- (19) "Onshore facility" means any facility any part of which is located in, on, or under any land of the state, other than submerged land, that because of its location, could reasonably be expected to cause substantial harm to the environment by discharging oil into or on the navigable waters of the state or the adjoining shorelines.
- (20)(a) "Owner or operator" means (i) in the case of a vessel, any person owning, operating, or chartering by demise, the vessel; (ii) in the case of an onshore or offshore facility, any person owning or operating the facility; and (iii) in the case of an abandoned vessel or onshore or offshore facility, the person who

- owned or operated the vessel or facility immediately before its abandonment.
- 3 (b) "Operator" does not include any person who owns the land 4 underlying a facility if the person is not involved in the operations 5 of the facility.
- 6 (21) "Passenger vessel" means a ship of three hundred or more 7 gross tons with a fuel capacity of at least six thousand gallons 8 carrying passengers for compensation.
- 9 (22) "Person" means any political subdivision, government agency, 10 municipality, industry, public or private corporation, copartnership, 11 association, firm, individual, or any other entity whatsoever.
- 12 (23) "Ship" means any boat, ship, vessel, barge, or other 13 floating craft of any kind.
- 14 (24) "Spill" means an unauthorized discharge of oil or hazardous 15 substances into the waters of the state.
- 16 (25) "Tank vessel" means a ship that is constructed or adapted to 17 carry, or that carries, oil in bulk as cargo or cargo residue, and 18 that:
- 19 (a) Operates on the waters of the state; or
- 20 (b) Transfers oil in a port or place subject to the jurisdiction 21 of this state.
- 22 (26) "Waters of the state" includes lakes, rivers, ponds, 23 streams, inland waters, underground water, salt waters, estuaries, 24 tidal flats, beaches and lands adjoining the seacoast of the state, 25 sewers, and all other surface waters and watercourses within the 26 jurisdiction of the state of Washington.
- 27 (27) "Worst case spill" means: (a) In the case of a vessel, a 28 spill of the entire cargo and fuel of the vessel complicated by 29 adverse weather conditions; and (b) in the case of an onshore or 30 offshore facility, the largest foreseeable spill in adverse weather 31 conditions.
- NEW SECTION. Sec. 10. A new section is added to chapter 88.16 RCW to read as follows:
- 34 (1) The board of pilotage commissioners may adopt rules to 35 implement this section. The rules may include tug escort requirements 36 and other safety measures for oil tankers of greater than forty 37 thousand deadweight tons, all articulated tug barges, and other towed 38 waterborne vessels or barges within a two-mile radius of the Grays 39 Harbor pilotage district as defined in RCW 88.16.050.

- 1 (2)(a) Prior to proposing a draft rule, the board of pilotage commissioners must consult with the department of ecology, the United 2 States coast guard, the Grays Harbor safety committee, area tribes, 3 public ports, local governments, and other appropriate entities. The 4 board of pilotage commissioners may not adopt rules under this 5 6 section unless a state agency or a local jurisdiction, for a facility 7 within Grays Harbor that is required to have a contingency plan pursuant to chapter 90.56 RCW: 8
- 9 (i) Makes a final determination or issues a final permit after 10 January 1, 2015, to site a new facility; or
- 11 (ii) Provides authority to an existing facility to process or 12 receive crude oil for the first time.
- 13 (b) This subsection does not apply to a transmission pipeline or 14 railroad facility.
 - (3) A rule adopted under this section must:

- 16 (a) Be designed to achieve best achievable protection as defined 17 in RCW 88.46.010;
- 18 (b) Ensure that any escort tugs used have an aggregate shaft 19 horsepower equivalent to at least five percent of the deadweight tons 20 of the escorted oil tanker or articulated tug barge; and
- 21 (c) Ensure that escort tugs have sufficient mechanical 22 capabilities to provide for safe escort.
- 23 (4) The provisions of this section do not apply to any enrolled vessels.
- NEW SECTION. Sec. 11. A new section is added to chapter 81.04 RCW to read as follows:
- (1) The commission must require a railroad company that transports crude oil in Washington to submit information to the commission relating to the railroad company's ability to pay damages in the event of a spill or accident involving the transport of crude oil by the railroad company in Washington. A railroad company must include the information in the annual report submitted to the commission pursuant to RCW 81.04.080.
- 34 (2) The commission may not use the information submitted by a 35 railroad company under this section as a basis for engaging in 36 economic regulation of a railroad company.
- 37 (3) The commission may not use the information submitted by a 38 railroad company under this section as a basis for penalizing a 39 railroad company.

- 1 (4) Nothing in this section may be construed as assigning liability to a railroad company or establishing liquidated damages 2 for a spill or accident involving the transport of crude oil by a 3 railroad company. 4
- (5) The commission may adopt rules for implementing this section 5 6 consistent with the requirements of RCW 81.04.080.
- 7 **Sec. 12.** RCW 81.53.240 and 1984 c 7 s 375 are each amended to 8 read as follows:
- 9 (1) Except to the extent necessary to permit participation by 10 first-class cities in the grade crossing protective fund, when an 11 election to participate is made as provided in RCW 81.53.261 through 81.53.291, or to the extent a first-class city requests to 12 participate in the commission's crossing safety inspection program 13 within the city, this chapter ((81.53 RCW)) is not operative within 14 15 the limits of first-class cities, and does not apply to street 16 railway lines operating on or across any street, alley, or other public place within the limits of any city, except that a streetcar 17 line outside of cities of the first class shall not cross a railroad 18 at grade without express authority from the commission. 19 20 commission may not change the location of a state highway without the 21 approval of the secretary of transportation, or the location of any crossing thereon adopted or approved by the 22 department transportation, or grant a railroad authority to cross a state 23 24 highway at grade without the consent of the secretary 25 transportation.
- (2) Within thirty days of the effective date of this section, 26 27 first-class cities must provide to the commission a list of all existing public crossings within the limits of a first-class city, 28 including over and under-crossings, including the United States 29 department of transportation number for the crossing. Within thirty 30 31 days of modifying, closing, or opening a grade crossing within the limits of a first-class city, the city must notify the commission in 32 writing of the action taken, identifying the crossing by the United 33 States department of transportation number. All requirements in this 34 subsection are subject to the availability of amounts appropriated 35 for the specific purposes described. 36

- 1 Sec. 13. RCW 38.52.040 and 2011 1st sp.s. c 21 s 27, 2011 c 336 2 s 789, and 2011 c 79 s 9 are each reenacted and amended to read as 3 follows:
- (1) There is hereby created the emergency management council 4 (hereinafter called the council), to consist of not more than 5 6 seventeen members who shall be appointed by the adjutant general. The membership of the council shall include, but not be limited to, 7 representatives of city and county governments, sheriffs and police 8 chiefs, the Washington state patrol, the military department, the 9 department of ecology, state and local fire chiefs, seismic safety 10 11 experts, state and local emergency management directors, search and 12 rescue volunteers, medical professions who have expertise emergency medical care, building officials, and private industry. The 13 14 representatives of private industry shall include knowledgeable in emergency and hazardous materials management. The 15 16 councilmembers shall elect a chair from within the membership. The 17 members of the council shall serve without compensation, but may be reimbursed for their travel expenses 18 incurred in the performance of their duties in accordance with RCW 19 43.03.050 and 43.03.060 as now existing or hereafter amended. 20
- 21 (2) The emergency management council shall advise the governor and the director on all matters pertaining to state and local 22 emergency management. The council may appoint such ad hoc committees, 23 24 subcommittees, and working groups as are required to develop specific 25 recommendations for the improvement of emergency management practices, standards, policies, or procedures. The council shall 26 ensure that the governor receives an annual assessment of statewide 27 28 emergency preparedness including, but not limited to, specific progress on hazard mitigation and reduction efforts, implementation 29 of seismic safety improvements, reduction of flood hazards, and 30 31 coordination of hazardous materials planning and response activities. 32 The council or a subcommittee thereof shall periodically convene in special session and serve during those sessions as the state 33 emergency response commission required by P.L. 99-499, the emergency 34 planning and community right-to-know act. When sitting in session as 35 36 the state emergency response commission, the council shall confine its deliberations to those items specified in federal statutes and 37 state administrative rules governing the coordination of hazardous 38 39 materials policy. Subject to the availability of amounts appropriated 40 for this specific purpose, the council must require local emergency

1 planning organizations to submit hazardous materials plans and to update the plans on a five-year cycle for compliance review by the 2 director. The council shall review administrative rules governing 3 state and local emergency management practices and 4 recommend necessary revisions to the director. 5

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- (3)(a) The intrastate mutual aid committee is created and is a subcommittee of the emergency management council. The intrastate mutual aid committee consists of not more than five members who must be appointed by the council chair from council membership. The chair of the intrastate mutual aid committee is the military department representative appointed as a member of the council. Meetings of the intrastate mutual aid committee must be held at least annually.
- (b) In support of the intrastate mutual aid system established in chapter 38.56 RCW, the intrastate mutual aid committee shall develop and update guidelines and procedures to facilitate implementation of the intrastate mutual aid system by member jurisdictions, including but not limited to the following: Projected or anticipated costs; checklists and forms for requesting and providing assistance; recordkeeping; reimbursement procedures; and other implementation issues. These guidelines and procedures are not subject to the rulemaking requirements of chapter 34.05 RCW.
- 22 RCW 38.52.070 and 1997 c 49 s 4 are each amended to Sec. 14. read as follows: 23
 - (1) Each political subdivision of this state is hereby authorized and directed to establish a local organization or to be a member of a joint local organization for emergency management in accordance with the state comprehensive emergency management plan and program: PROVIDED, That a political subdivision proposing such establishment shall submit its plan and program for emergency management to the state director and secure his or her recommendations thereon, and verification of consistency with the state comprehensive emergency management plan, in order that the plan of the local organization for emergency management may be coordinated with the plan and program of the state. Local comprehensive emergency management plans must: (a) Specify the use of the incident command system for multiagency/ multijurisdiction operations; and (b) include hazardous materials plans that are updated on a five-year cycle for compliance review by the director. No political subdivision may be required to include in its plan provisions for the emergency evacuation or relocation of

1 residents in anticipation of nuclear attack. If the director's recommendations are adverse to the plan as submitted, and, if the 2 local organization does not agree to the director's recommendations 3 for modification to the proposal, the matter shall be referred to the 4 council for final action. The director may authorize two or more 5 6 political subdivisions to join in the establishment and operation of a joint local organization for emergency management as circumstances 7 in which case each political subdivision 8 may warrant, contribute to the cost of emergency management upon such fair and 9 equitable basis as may be determined upon by the executive heads of 10 11 the constituent subdivisions. If in any case the executive heads cannot agree upon the proper division of cost the matter shall be 12 referred to the council for arbitration and its decision shall be 13 When two or more political subdivisions 14 join establishment and operation of a joint local organization for 15 16 emergency management each shall pay its share of the cost into a 17 special pooled fund to be administered by the treasurer of the most populous subdivision, which fund shall be known as the 18 emergency management fund. Each local organization or joint local 19 organization for emergency management shall have a director who shall 20 21 be appointed by the executive head of the political subdivision, and 22 have direct responsibility for the organization. 23 administration, and operation of such local organization emergency management, subject to the direction and control of such 24 25 executive officer or officers. In the case of a joint local 26 organization for emergency management, the director shall appointed by the joint action of the executive heads of the 27 28 constituent political subdivisions. Each local organization or joint 29 local organization for emergency management shall perform emergency management functions within the territorial limits of the political 30 31 subdivision within which it is organized, and, in addition, shall 32 conduct such functions outside of such territorial limits as may be 33 required pursuant to the provisions of this chapter.

(2) In carrying out the provisions of this chapter each political subdivision, in which any disaster as described in RCW 38.52.020 occurs, shall have the power to enter into contracts and incur obligations necessary to combat such disaster, protecting the health safety of persons and property, and providing assistance to the victims of such disaster. Each political subdivision is authorized to exercise the powers vested under this

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- 1 section in the light of the exigencies of an extreme emergency situation without regard to time-consuming procedures and formalities 2 prescribed by law (excepting mandatory constitutional requirements), 3 including, but not limited to, budget law limitations, requirements 4 of competitive bidding and publication of notices, provisions 5 pertaining to the performance of public work, entering б 7 contracts, the incurring of obligations, the employment of temporary workers, the rental of equipment, the purchase of supplies and 8 materials, the levying of taxes, and the appropriation and 9 expenditures of public funds. 10
- Sec. 15. RCW 81.53.010 and 2013 c 23 s 302 are each amended to 11 12 read as follows:
- The definitions in this section apply throughout this chapter 13 unless the context clearly requires otherwise. 14
- ((The term)) (1) "Commission((7))" ((when used in this chapter,)) 15 means the utilities and transportation commission of Washington. 16
- 17 ((The term)) (2) "Highway((7))" ((when used in this chapter,)) includes all state and county roads, streets, alleys, avenues, 18 boulevards, parkways, and other public places actually open and in 19 20 use, or to be opened and used, for travel by the public.

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- ((The term)) (3) "Railroad((,))" ((when used in this chapter,)) means every railroad, including interurban and suburban electric railroads, by whatsoever power operated, for the public use in the conveyance of persons or property for hire, with all bridges, ferries, tunnels, equipment, switches, spurs, sidings, tracks, stations, and terminal facilities of every kind, used, operated, controlled, managed, or owned by or in connection therewith. The ((said)) term ((shall)) also includes every logging and other industrial railway owned or operated primarily for the purpose of carrying the property of its owners or operators or of a limited class of persons, with all tracks, spurs, and sidings used in connection therewith. The ((said)) term ((shall)) does not include street railways operating within the limits of any incorporated city or town.
- 35 ((The term)) (4) "Railroad company((7))" ((when used in this 36 chapter,)) includes every corporation, company, association, joint stock association, partnership, or person, its, their, or his or her 37 lessees, trustees, or receivers appointed by any court whatsoever, 38

- owning, operating, controlling, or managing any railroad((, as that term is defined in this section)).
- 3 ((The term)) (5) "Over-crossing((τ))" ((when used in this 4 chapter,)) means any point or place where a highway crosses a 5 railroad by passing above the same. "Over-crossing" also means any point or place where one railroad crosses another railroad not at 9 grade.
- 8 ((The term)) (6) "Under-crossing((7))" ((when used in this 9 chapter,)) means any point or place where a highway crosses a 10 railroad by passing under the same. "Under-crossing" also means any point or place where one railroad crosses another railroad not at 12 grade.
- ((The term "over-crossing" or "under-crossing," shall also mean any point or place where one railroad crosses another railroad not at serade.
- 16 The term)) (7) "Grade crossing((τ))" ((when used in this chapter,)) means any point or place where a railroad crosses a highway or a highway crosses a railroad or one railroad crosses a nother, at a common grade.
- 20 (8) "Private crossing" means any point or place where a railroad 21 crosses a private road at grade or a private road crosses a railroad 22 at grade, where the private road is not a highway.
- NEW SECTION. Sec. 16. A new section is added to chapter 81.53 RCW to read as follows:
- (1) To address the potential public safety hazards presented by 25 private crossings in the state and by the transportation of hazardous 26 27 materials in the state, including crude oil, the commission is authorized to adopt rules establishing criteria for inspection of 28 private crossings and governing safety standards for 29 30 crossings along the railroad tracks over which crude transported in the state, including, but not limited to, requirements 31 for signage. 32
- 33 (2) Nothing in this section modifies existing agreements between 34 the railroad company and the landowner governing cost allocation for 35 upgrades to private crossing or liability for injuries or damages 36 occurring at the private crossing.
- 37 (3) All requirements in this section are subject to the 38 availability of amounts appropriated for the specific purposes 39 described.

NEW SECTION. Sec. 17. (1)(a) The department of ecology must convene a panel consisting of representatives from: The oil and rail industries, businesses that are recipients of liquid bulk crude oil, Columbia river harbor safety committees, maritime fire safety associations, the United States coast guard, Columbia river public ports in Oregon and Washington, and Columbia river pilots.

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- (b) The panel convened under (a) of this subsection must evaluate and assess vessel traffic management and vessel traffic safety within the Columbia river.
- 10 (2) The panel shall convene no more than four times to assess and evaluate: (a) The need for tug escorts for oil tankers of greater than forty thousand deadweight tons, all articulated tug barges, and other towed waterborne vessels or barges; (b) best achievable protection; and (c) required tug capabilities to ensure safe escort of vessels on the Columbia river.
- 16 (3) By December 15, 2016, the department of ecology must provide 17 to the appropriate committees of the legislature recommendations for 18 vessel traffic management and vessel traffic safety on the Columbia 19 river.
- 20 (4) All requirements in this section are subject to the 21 availability of amounts appropriated for the specific purposes 22 described.
- NEW SECTION. Sec. 18. A new section is added to chapter 81.44 RCW to read as follows:
- 25 Commission employees certified by the federal railroad 26 administration to perform hazardous materials inspections may enter 27 the property of any business that receives, ships, or offers for shipment hazardous materials by rail. Entry shall be at a reasonable 28 time and in a reasonable manner. The purpose of entry is limited to 29 30 performing inspections, investigations, or surveillance of equipment, records, and operations relating to the packaging, 31 unloading, or transportation of hazardous materials by rail, pursuant 32 only to the state participation program outlined in 49 C.F.R. Part 33 212. The term "business" is all inclusive and is not limited to 34 35 common carriers or public service companies.
- 36 **Sec. 19.** RCW 81.24.010 and 2007 c 234 s 21 are each amended to read as follows:

- 1 (1) Every company subject to regulation by the commission, except those listed in subsection (3) of this section, shall, on or before 2 the date specified by the commission for filing annual reports under 3 RCW 81.04.080, file with the commission a statement on oath showing 4 its gross operating revenue from intrastate operations for the 5 6 preceding calendar year, or portion thereof, and pay to the commission a fee equal to one-tenth of one percent of the first fifty 7 thousand dollars of gross operating revenue, plus two-tenths of one 8 percent of any gross operating revenue in excess of fifty thousand 9 dollars, except railroad companies which shall each pay to the 10 11 commission a fee ((equal)) up to ((one)) two and one-half percent of 12 intrastate gross operating revenue for the purpose of its administering the rail safety program. The commission may, by rule, 13 set minimum fees that do not exceed the cost of collecting the fees. 14 The commission may by rule waive any or all of the minimum fee 15 16 established pursuant to this section. Any railroad association that 17 qualifies as a nonprofit charitable organization under the federal 18 internal revenue code section 501(c)(3) is exempt from the fee required under this subsection. 19
 - (2) The percentage rates of gross operating revenue to be paid in any one year may be decreased by the commission for any class of companies subject to the payment of such fees, by general order entered before March 1st of such year, and for such purpose railroad companies are classified as class two. Every other company subject to regulation by the commission, for which regulatory fees are not otherwise fixed by law, shall pay fees as herein provided and shall constitute additional classes according to kinds of businesses engaged in.
 - (3) This section does not apply to private nonprofit transportation providers, auto transportation companies, charter party carriers and excursion service carriers, solid waste collection companies, motor freight carriers, household goods carriers, commercial ferries, and low-level radioactive waste storage facilities.
- 35 **Sec. 20.** RCW 42.56.270 and 2014 c 192 s 6, 2014 c 174 s 5, and 2014 c 144 s 6 are each reenacted and amended to read as follows:
- The following financial, commercial, and proprietary information is exempt from disclosure under this chapter:

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1 (1) Valuable formulae, designs, drawings, computer source code or 2 object code, and research data obtained by any agency within five 3 years of the request for disclosure when disclosure would produce 4 private gain and public loss;

- (2) Financial information supplied by or on behalf of a person, firm, or corporation for the purpose of qualifying to submit a bid or proposal for (a) a ferry system construction or repair contract as required by RCW 47.60.680 through 47.60.750 or (b) highway construction or improvement as required by RCW 47.28.070;
- (3) Financial and commercial information and records supplied by private persons pertaining to export services provided under chapters 43.163 and 53.31 RCW, and by persons pertaining to export projects under RCW 43.23.035;
- (4) Financial and commercial information and records supplied by businesses or individuals during application for loans or program services provided by chapters 43.325, 43.163, 43.160, 43.330, and 43.168 RCW, or during application for economic development loans or program services provided by any local agency;
- (5) Financial information, business plans, examination reports, and any information produced or obtained in evaluating or examining a business and industrial development corporation organized or seeking certification under chapter 31.24 RCW;
- (6) Financial and commercial information supplied to the state investment board by any person when the information relates to the investment of public trust or retirement funds and when disclosure would result in loss to such funds or in private loss to the providers of this information;
 - (7) Financial and valuable trade information under RCW 51.36.120;
- (8) Financial, commercial, operations, and technical and research information and data submitted to or obtained by the clean Washington center in applications for, or delivery of, program services under chapter 70.95H RCW;
- (9) Financial and commercial information requested by the public stadium authority from any person or organization that leases or uses the stadium and exhibition center as defined in RCW 36.102.010;
- 36 (10)(a) Financial information, including but not limited to 37 account numbers and values, and other identification numbers supplied 38 by or on behalf of a person, firm, corporation, limited liability 39 company, partnership, or other entity related to an application for a 40 horse racing license submitted pursuant to RCW 67.16.260(1)(b),

1 marijuana producer, processor, or retailer license, liquor license, gambling license, or lottery retail license; 2

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- (b) Internal control documents, independent auditors' reports and financial statements, and supporting documents: (i) Of house-banked social card game licensees required by the gambling commission pursuant to rules adopted under chapter 9.46 RCW; or (ii) submitted by tribes with an approved tribal/state compact for class III gaming;
- (11) Proprietary data, trade secrets, or other information that relates to: (a) A vendor's unique methods of conducting business; (b) data unique to the product or services of the vendor; or (c) determining prices or rates to be charged for services, submitted by any vendor to the department of social and health services for purposes of the development, acquisition, or implementation of state purchased health care as defined in RCW 41.05.011;
- (12)(a) When supplied to and in the records of the department of 15 16 commerce:
- 17 (i) Financial and proprietary information collected from any person and provided to the department of commerce pursuant to RCW 18 43.330.050(8); and 19
 - (ii) Financial or proprietary information collected from any person and provided to the department of commerce or the office of the governor in connection with the siting, recruitment, expansion, retention, or relocation of that person's business and until a siting decision is made, identifying information of any person supplying information under this subsection and the locations being considered for siting, relocation, or expansion of a business;
 - When developed by the department of commerce based on information as described in (a)(i) of this subsection, any work product is not exempt from disclosure;
- (c) For the purposes of this subsection, "siting decision" means 30 31 the decision to acquire or not to acquire a site;
- (d) If there is no written contact for a period of sixty days to 32 the department of commerce from a person connected with siting, 33 recruitment, expansion, retention, or relocation of that person's 34 business, information described in (a)(ii) of this subsection will be 35 36 available to the public under this chapter;
- 37 (13) Financial and proprietary information submitted to obtained by the department of ecology or the authority created under 38 39 chapter 70.95N RCW to implement chapter 70.95N RCW;

(14) Financial, commercial, operations, and technical research information and data submitted to or obtained by the life sciences discovery fund authority in applications for, or delivery of, grants under chapter 43.350 RCW, to the extent that such information, if revealed, would reasonably be expected to result in private loss to the providers of this information;

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- (15) Financial and commercial information provided as evidence to the department of licensing as required by RCW 19.112.110 or 19.112.120, except information disclosed in aggregate form that does not permit the identification of information related to individual fuel licensees;
 - (16) Any production records, mineral assessments, and trade secrets submitted by a permit holder, mine operator, or landowner to the department of natural resources under RCW 78.44.085;
 - (17)(a) Farm plans developed by conservation districts, unless permission to release the farm plan is granted by the landowner or operator who requested the plan, or the farm plan is used for the application or issuance of a permit;
- (b) Farm plans developed under chapter 90.48 RCW and not under the federal clean water act, 33 U.S.C. Sec. 1251 et seq., are subject to RCW 42.56.610 and 90.64.190;
- (18) Financial, commercial, operations, and technical research information and data submitted to or obtained by a health sciences and services authority in applications for, or delivery of, grants under RCW 35.104.010 through 35.104.060, to the extent that such information, if revealed, would reasonably be expected to result in private loss to providers of this information;
- Information gathered under chapter 19.85 RCW or 28 RCW 34.05.328 that can be identified to a particular business; 29
- (20) Financial and commercial information submitted to 30 obtained by the University of Washington, other than information the 31 university is required to disclose under RCW 28B.20.150, when the 32 information relates to investments in private funds, to the extent 33 that such information, if revealed, would reasonably be expected to 34 35 result in loss to the University of Washington consolidated endowment 36 fund or to result in private loss to the providers of this 37 information; ((and))
- (21) Market share data submitted by a manufacturer under RCW 38 70.95N.190(4); ((and))39

(22) Financial information supplied to the department of financial institutions or to a portal under RCW 21.20.883, when filed by or on behalf of an issuer of securities for the purpose of obtaining the exemption from state securities registration for small securities offerings provided under RCW 21.20.880 or when filed by or on behalf of an investor for the purpose of purchasing such securities; and

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- (23) Unaggregated or individualized information shared as part of notices of transfer of crude oil that is financial, proprietary, or commercial information, submitted to the department of ecology pursuant to section 6 of this act, and in the possession of the department of ecology or any entity with which the department of ecology has shared it.
- NEW SECTION. Sec. 21. The senate energy, environment, and telecommunications committee and the house of representatives environment committee must hold at least one joint meeting on oil spill prevention and response activities for international transport of liquid bulk crude oil. The committees may invite representatives of affected parties from the United States and Canada to address cooperative prevention and emergency response activities between shared international and state borders; expected risks posed by transport of Canadian crude oil or liquid bulk crude oil throughout the Pacific Northwest region; and an update of the marine transport of liquid bulk crude oil through the Pacific Northwest region.
- NEW SECTION. Sec. 22. 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."

<u>EFFECT:</u> Makes the following changes to the striking amendment adopted by the house of representatives appropriations Committee:

- (1) Revises utilities and transportation commission (UTC) regulatory fees to be up to 2.5 percent of intrastate operating revenues, eliminating the authority for the UTC to adopt a surcharge by rule.
- (2) Eliminates certificate of financial responsibility requirements for railroads and eliminates changes to existing financial responsibility requirements to railroads and vessels.
- (3) Requires railroad companies to provide information relating to the ability to pay for damages in the event of an accident or oil spill in the annual reports submitted by railroads to the UTC.

- (4) Directs the house of representatives environment committee and senate energy, environment, and telecommunications committee to host a joint meeting before the beginning of the 2016 session on the international transportation of crude oil in the Pacific Northwest, rather than directing the department of ecology and the UTC to host a joint symposium on that topic.
- (5) Eliminates provisions requiring a minimum crew size on trains operated by common carriers and trains hauling hazardous materials.
- (6) Directs facilities to disclose information about gravity of oil received from railroads to the department of ecology, rather than information about the type of oil.
- (7) Directs the department of ecology to publish information about the routes of railroad cars delivering crude oil to facilities in the state, but prohibits disclosure of information about the volume or gravity of oil transported to particular facilities along the routes.
- (8) Eliminates requirements that pipelines disclose information to the department of ecology regarding the volumes, types, and diluting agents in oil they transport.
- (9) Specifies that the oil transfer information submitted to the department of ecology that is exempt from public disclosure is any unaggregated or individualized notices that are commercial, financial, or proprietary information.
- (10) Authorizes the state board of pilotage commissioners to adopt tug escort and marine safety rules for oil-bearing vessels in Grays Harbor if an oil facility is sited or newly permitted to receive crude oil, but eliminates authorization for rulemaking in Puget Sound and the Columbia river.
- (11) Directs the department of ecology to convene a panel to evaluate vessel traffic management and vessel traffic safety on the Columbia river.
- (12) Removes the uses of the oil spill administration account for oil and hazardous materials emergency response planning by local emergency response committees.
- (13) Requires local emergency planning organizations to update their hazardous material plans on a five-year cycle.
- (14) Eliminates changes to the uses of the oil spill response account for spills or threatened spills of at least \$1,000 rather than at least \$50,000, and for emergency response vessel use other than the rescue tug stationed at Neah Bay.
- (15) Revises the application of the oil spill administration tax to include railroads and vessels but exclude pipelines and retains the original tax at 4 cents per barrel.

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