SENATE BILL 5111

State of Washington 64th Legislature 2015 Regular Session

By Senator Brown

Read first time 01/14/15. Referred to Committee on Trade & Economic Development.

- 1 AN ACT Relating to projects of statewide significance for
- 2 economic development and transportation; amending RCW 43.157.005,
- 3 43.157.020, and 43.157.030; and reenacting and amending RCW
- 4 43.157.010.

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as

investments

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

for

- 6 **Sec. 1.** RCW 43.157.005 and 2009 c 421 s 1 are each amended to 7 read as follows:
- The legislature declares that certain <u>private</u> investments, such
- 10 environmental improvement, and innovation activities, merit special

industrial

- 11 designation ((and treatment by governmental bodies when they are
- 12 proposed)) as projects of statewide significance. Such investments
- 13 bolster the economies of their locale and impact the economy of the
- 14 state as a whole. It is the intention of the legislature to recognize
- 15 projects of statewide significance, to provide a mechanism for local
- 16 governments and state and federal agencies to perform a coordinated
- 17 <u>and comprehensive review of such projects,</u> and to encourage ((local
- 18 governments and state agencies to expedite)) their expeditious
- 19 completion.

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development,

transportation,

- 1 **Sec. 2.** RCW 43.157.010 and 2012 c 63 s 2 are each reenacted and 2 amended to read as follows:
- The definitions in this section apply throughout this chapter and RCW 28A.525.166, ((28B.76.210, 28C.18.080,)) 43.21A.350, and 90.58.100, unless the context clearly requires otherwise:
- 6 (1) "Applicant" means a person applying to the department for 7 designation of a development project as a project of statewide 8 significance.
- 9 (2) "Aviation biofuels production facility" means a facility
 10 primarily for the processing of nonfossil biogenic feedstocks to
 11 produce aviation fuels that meet the fuel quality technical standards
 12 of the American society for testing materials for aviation fuels and
 13 coproducts.
 - (3) "Department" means the department of commerce.

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- 15 (4) "Manufacturing" ((shall have)) has the meaning assigned it in 16 RCW 82.62.010.
 - (5)(a) "Project of statewide significance" means:
- 18 (i) A border crossing project that involves both private and 19 public investments carried out in conjunction with adjacent states or 20 provinces;
- 21 (ii) A development project that will provide a net environmental 22 benefit to the state or a region of the state;
- 23 (iii) A development project in furtherance of the 24 commercialization of innovations;
- 25 (iv) A private industrial development with private capital
 26 investment in manufacturing, conveyance of construction materials,
 27 development of a renewable resource as defined in RCW 19.285.030,
 28 environmental conservation or efficiency, or research and
 29 development; or
- 30 (v) An aviation biofuels production facility.
- 31 (b) To qualify for designation under RCW 43.157.030 as a project 32 of statewide significance:
 - (i) The project must be completed after January 1, 2009;
- (ii) The applicant must submit an application to the department for designation as a project of statewide significance ((to the department of commerce)); and
- 37 (iii) Except for an aviation biofuels production facility, the 38 project must have:
- 39 (A) In counties with a population less than or equal to twenty 40 thousand, a capital investment of five million dollars;

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- 1 (B) In counties with a population greater than twenty thousand 2 but no more than fifty thousand, a capital investment of ten million 3 dollars;
- 4 (C) In counties with a population greater than fifty thousand but 5 no more than one hundred thousand, a capital investment of fifteen 6 million dollars;
- 7 (D) In counties with a population greater than one hundred 8 thousand but no more than two hundred thousand, a capital investment 9 of twenty million dollars;
- 10 (E) In counties with a population greater than two hundred 11 thousand but no more than four hundred thousand, a capital investment 12 of thirty million dollars;
- 13 (F) In counties with a population greater than four hundred 14 thousand but no more than one million, a capital investment of forty 15 million dollars;
- 16 (G) In counties with a population greater than one million, a 17 capital investment of fifty million dollars;
- 18 (H) In rural counties as defined by RCW 82.14.370, projected 19 full-time employment positions after completion of construction of 20 ((fifty)) thirty or greater;
- 21 (I) In counties other than rural counties as defined by RCW 22 82.14.370, projected full-time employment positions after completion of construction of ((one hundred)) seventy or greater; ((or))
- 24 (J) <u>If the project will create jobs in both rural and nonrural</u> 25 <u>counties, projected full-time employment positions after completion</u> 26 <u>of construction of seventy or greater; or</u>
- 27 <u>(K)</u> Been qualified by the director of the department as a project 28 of statewide significance either because:
- 29 (I) The economic circumstances of the county <u>or region</u> merit the 30 additional assistance such designation will bring;
- 31 (II) The impact on a <u>county or</u> region due to the size and 32 complexity of the project merits such designation;

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- (III) The project resulted from or is in furtherance of innovation activities at a public research institution in the state or is in or resulted from innovation activities within an innovation partnership zone; or
- (IV) The project will provide a net environmental benefit as evidenced by plans for design and construction under green building standards or for the creation of renewable energy technology or components or under other environmental criteria established by the

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- 1 director in consultation with the director of the department of 2 ecology.
- 3 (c) A project may be qualified under (b)(iii)(K) of this 4 subsection $(5)((\frac{b}{(iii)}(J)))$ only after consultation on the 5 availability of staff resources of the office of regulatory 6 assistance.
- 7 (6) "Research and development" ((shall have)) has the meaning 8 assigned it in RCW 82.62.010.
- 9 **Sec. 3.** RCW 43.157.020 and 2009 c 421 s 3 are each amended to 10 read as follows:
- 11 Counties and cities with development projects designated as projects of statewide significance within their jurisdictions 12 ((shall)) must enter into an agreement with the office of regulatory 13 assistance and the project managers of projects of statewide 14 15 significance for: Expediting the completion of \underline{a} project((\underline{s})) of 16 statewide significance; and completing a coordinated and comprehensive review of a project of statewide significance. The 17 18 agreement ((shall)) <u>must</u> require:
- 19 (1) Expedited permit processing for the design and construction 20 of the project;
 - (2) Expedited environmental review processing;

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- 22 (3) Expedited <u>and consolidated</u> processing of requests for street, 23 right-of-way, ((or)) easement vacations, <u>or other local</u> 24 <u>administrative permits</u> necessary for the construction of the project;
 - (4) Participation of local officials on the team assembled under the requirements of RCW 43.157.030(2)(b); and
- 27 (5) Such other actions or items as are deemed necessary by the 28 office of regulatory assistance for the design and construction of 29 the project <u>but that do not alter any agency or local government</u> 30 permitting authority or other existing statutory requirements.
- 31 **Sec. 4.** RCW 43.157.030 and 2009 c 421 s 4 are each amended to 32 read as follows:
- 33 (1) The department of ((community, trade, and economic development shall)) commerce must:
- 35 (a) Develop an application for designation of development 36 projects as projects of statewide significance. ((The application 37 must be accompanied by a letter of approval from the legislative 38 authority of any jurisdiction that will have the proposed project of

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1 statewide significance within its boundaries. No designation of a project as a project of statewide significance shall be made without 2 such letter of approval. The letter of approval must state that the 3 jurisdiction joins in the request for the designation of the project 4 as one of statewide significance and has or will hire the 5 6 professional staff that will be required to expedite the processes necessary to the completion of a project of statewide significance.)) 7 Upon the proponents' application, the legislative authority of any 8 jurisdiction that will have the proposed project, or a portion of the 9 project, of statewide significance within its boundaries must provide 10 a letter stating whether the jurisdiction joins in the request for 11 the designation of the project as one of statewide significance and 12 has or will hire the professional staff to expedite the processes 13 necessary to the completion of the project. The development project 14 proponents may provide the funding necessary for the jurisdiction to 15 16 hire the professional staff that will be required to so expedite. The 17 application ((shall)) <u>must</u> contain information regarding the location 18 of the project, the applicant's average employment in the state for 19 the prior year, estimated new employment related to the project, estimated wages of employees related to the project, estimated time 20 21 for completion and operation, and other information 22 required by the department; and

- 23 (b) Designate a development project as a project of statewide 24 significance if the department determines:
- (i) After review of the application under criteria adopted by rule, the development project will provide significant economic benefit to the local or state economy, or both, the project is aligned with the state's comprehensive plan for economic development under RCW 43.162.020, and, by its designation, the project will not prevent equal consideration of all categories of proposals under RCW 43.157.010; and
- 32 (ii) The development project meets or will meet the requirements 33 of RCW 43.157.010 regarding designation as a project of statewide 34 significance.
- 35 (2) The office of regulatory assistance ((shall)) <u>must</u> assign a 36 project facilitator or coordinator to each project of statewide 37 significance to:
- 38 (a) Assist in the scoping and coordinating functions provided for 39 in chapter 43.42 RCW;

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(b) Assemble a team of state and local government and private officials to help meet the planning, permitting, and development needs of each project, which team ((shall)) must include those responsible for planning, permitting and licensing, infrastructure development, workforce development services including higher education, transportation services, and the provision of utilities; and

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8 (c) Work with each team member to expedite their actions in 9 furtherance of the project.

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