SENATE BILL 5913

State of Washington			(66th Legislature			2019	Regular	Session
ву	Senators	Randall,	O'Ban,	Wilson,	С.,	Darneille,	and	Zeiger	

AN ACT Relating to providing toll relief for users of the Tacoma Narrows bridge; amending RCW 47.46.110, 47.46.190, and 47.46.200; creating a new section; and declaring an emergency.

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

The legislature finds that the users of 5 NEW SECTION. Sec. 1. 6 the Tacoma Narrows bridge need true toll relief. The current plan for 7 tolls on the bridge is to provide loans every two years in order to keep the toll rates at roughly the same level as today. All of these 8 loans would then be repaid by extending the term of the tolls. The 9 10 users of the Tacoma Narrows bridge deserve an equitable plan to 11 address the rapidly escalating costs of debt service used to finance construction of the bridge. Rather than loans, the state should 12 simply provide the funds to keep the tolls exactly where they are 13 14 today, thus keeping the promises that the state made regarding the 15 term of the tolls on the Tacoma Narrows bridge and providing an 16 appropriate amount of toll relief to the users of the bridge.

17 Sec. 2. RCW 47.46.110 and 2018 c 195 s 3 are each amended to 18 read as follows:

p. 1

1 (1) The commission shall retain toll charges on any existing and 2 future facilities constructed under this chapter and financed 3 primarily by bonds issued by the state until:

4 (a) All costs of investigation, financing, acquisition of
5 property, and construction advanced from the motor vehicle fund have
6 been fully repaid, except as provided in subsection (2)(b) of this
7 section;

8 (b) Obligations incurred in constructing that facility have been 9 fully paid; and

10 (c) The motor vehicle fund is fully repaid under RCW 47.46.140((;
11 and

12 (d) The accounts from which moneys are provided to reduce the 13 debt service according to RCW 47.46.190(5) are fully repaid)).

14 (2) This section does not:

15 (a) Prohibit the use of toll revenues to fund maintenance, 16 operations, or management of facilities constructed under this 17 chapter except as prohibited by RCW 47.56.245;

18 (b) Require repayment of funds specifically appropriated as a 19 nonreimbursable state financial contribution to a project.

(3) Notwithstanding the provisions of subsection (2)(a) of this
section, upon satisfaction of the conditions enumerated in subsection
(1) of this section:

23 (a) The facility must be operated as a toll-free facility; and

(b) The operation, maintenance, upkeep, and repair of the facility must be paid from funds appropriated for the use of the department for the construction and maintenance of the primary state highways of the state of Washington.

28 Sec. 3. RCW 47.46.190 and 2018 c 195 s 1 are each amended to 29 read as follows:

30 (1) The legislature finds funding of the Tacoma Narrows bridge 31 facility to be distinct from other Washington state tolling facilities due to its increasing debt service costs, which is the 32 primary driver of the facility's escalating costs. Washington state 33 has since recommended and established financing structures with 34 steadier levels of debt service payments for subsequent tolled 35 transportation facilities, supporting better management of the 36 state's debt burden and a lower financial burden for toll ratepayers. 37 38 (2) The Tacoma Narrows bridge facility debt service structure resulted, in part, from a decision by the legislature to fund 39

p. 2

1 construction of the bridge without drawing from state tax dollars. As a result, toll revenue was committed to fund ninety-nine percent of 2 bridge construction costs, as well as the associated interest 3 payments and other associated debt service costs. This is not the 4 standard more recently utilized by the legislature, as is the case of 5 the state route 520 bridge's construction, seventy-two percent of 6 which is to be paid for with toll revenues. In light of the maximum 7 burden for bridge construction that was placed on Tacoma Narrows 8 bridge toll ratepayers, there is no equitable reason that the burden 9 of future debt service payment increases should be borne by these 10 11 same toll ratepayers.

12 (3) The legislature established the Tacoma Narrows bridge work group in 2017 and tasked it with identifying opportunities for long-13 term toll payer relief from increasing toll rates on the Tacoma 14 Narrows bridge. The work group recommended a request of up to one 15 16 hundred twenty-five million dollars in state funding from the 17 legislature to offset future debt service payment increases, allocated across the remaining years of tolling at levels that result 18 19 in maintaining toll rates at fiscal year 2018 levels.

(4) Due to the findings aforementioned, ((an)) this alternative 20 21 to the current tolling plan is put forward by the legislature. State 22 contributions ((loans)) for ((each)) the 2019-2021 and 2021-2023 23 fiscal ((biennium)) biennia are to be made ((through the life of the debt service plan of)) up to a total of ((eighty-five)) thirty 24 25 million dollars((, and will be repaid in annual amounts beginning 26 after the debt service and deferred sales tax are fully repaid)). It is the intent of the legislature that the commission will((: 27

28 (a)) maintain tolls at no more than toll rates effective at the 29 fiscal year 2018 level until ((fiscal year 2022; and

30 (b) Maintain tolls at no more than twenty-five cents higher than 31 the toll rates effective at the fiscal year 2018 level beginning in 32 fiscal year 2022 until)) such time as the debt service and deferred 33 sales tax obligation is fully met according to the repayment schedule 34 in place as of June 7, 2018((, and until any state contribution loans 35 are fully repaid)).

36 (5) To offset ((part of)) the toll rate increases that would 37 otherwise be necessary to meet increases in future debt service 38 payments, it is the intent of the legislature that the state 39 treasurer make state contribution<u>s</u> ((loan transfers)) to the Tacoma 40 Narrows toll bridge account created in RCW 47.56.165 on the first day

1 of each fiscal biennium, beginning in the 2019-2021 fiscal biennium((τ)) and continuing through the ((life of the debt service) 2 3 plan)) 2021-2023 fiscal biennium. It is the intent of the legislature that the state treasurer make state contributions ((loan transfers)) 4 in amounts necessary to ensure debt service payments are made in full 5 6 for the 2019-2021 and 2021-2023 fiscal biennia, after toll revenue 7 from the Tacoma Narrows bridge toll facility is applied to the debt payment amounts and other required costs. 8

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(6) This section does not create a private right of action.

10 Sec. 4. RCW 47.46.200 and 2018 c 195 s 2 are each amended to 11 read as follows:

2031, the commission shall 12 (1)Through submit to the transportation committees of the legislature on an annual basis a 13 14 report that includes sufficient information to enable the legislature 15 to determine an adequate amount of contribution from nontoll sources 16 required for each fiscal biennium to maintain tolls ((at no more than twenty-five cents higher than the toll rates effective)) at the 17 18 fiscal year 2018 level, while also maintaining the debt service plan repayment schedule in place as of June 7, 2018. Beginning in 2023, 19 20 the report shall also include recommendations for further opportunities for toll payer relief through 2031, which must be made 21 22 in conjunction with a reconstituted Tacoma Narrows bridge work group. 23 The report must be submitted by January 5th of each year.

24 (2) ((Beginning in 2031, and until such time as the state contribution loans described in RCW 47.46.190(4) are repaid, the 25 26 commission shall submit to the transportation committees of the 27 legislature on an annual basis a report that includes information detailing the annual expected toll revenue to be used for repayment 28 29 of the state contribution loans while maintaining tolls at no more 30 than twenty-five cents higher than the toll rates effective at the 31 fiscal year 2018 level. The report must be submitted by January 5th 32 of each year.

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(3)) This section does not create a private right of action.

34 <u>NEW SECTION.</u> Sec. 5. This act is necessary for the immediate 35 preservation of the public peace, health, or safety, or support of

p. 4

- 1 the state government and its existing public institutions, and takes
- 2 effect immediately.

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