CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 2051

Chapter 280, Laws of 2022

67th Legislature 2022 Regular Session

AGRICULTURAL PRODUCERS—SHORT-TERM DISASTER RECOVERY FINANCIAL ASSISTANCE

EFFECTIVE DATE: March 31, 2022

Passed by the House February 9, 2022 Yeas 94 Nays 0

LAURIE JINKINS

Speaker of the House of Representatives

Passed by the Senate March 4, 2022 Yeas 48 Nays 0

DENNY HECK

President of the Senate Approved March 31, 2022 4:47 PM CERTIFICATE

I, Bernard Dean, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 2051** as passed by the House of Representatives and the Senate on the dates hereon set forth.

BERNARD DEAN

Chief Clerk

FILED

April 1, 2022

JAY INSLEE

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE HOUSE BILL 2051

Passed Legislature - 2022 Regular Session

State of Washington 67th Legislature 2022 Regular Session

By House Appropriations (originally sponsored by Representatives Rule, Shewmake, Ormsby, and Ramel)

READ FIRST TIME 02/03/22.

1 AN ACT Relating to providing short-term disaster recovery 2 financial assistance to agricultural producers; adding a new section 3 to chapter 89.08 RCW; creating a new section; and declaring an 4 emergency.

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

6 NEW SECTION. Sec. 1. (1) The legislature finds that severe 7 flooding hit Whatcom county in November of 2021, causing significant damage and immediate disruption to agricultural production including 8 crop loss, livestock loss, and damage to facilities. The legislature 9 10 finds that financial relief and recovery resources are often 11 necessary for the survival of farms and ranches impacted by such 12 destructive natural disasters.

13 (2) The legislature further finds that disaster aid is critical 14 to farmers and ranchers who may need financing but struggle to access 15 capital due to a lack of financial documentation, lack of collateral, 16 credit issues, or a perception of not being bankable. Following a 17 disaster, farmers and ranchers may deplete their savings, borrow from 18 family or friends, take out second mortgages, or grow credit card 19 debt to stay afloat.

(3) The legislature further finds that some disaster assistanceis available through programs provided by the United States

1 department of agriculture, but that some farmers and ranchers may not 2 be aware of the resources available and that it can take time to 3 secure grant funds.

4 (4) The legislature further finds that short-term aid, or gap
5 funding, would help retain businesses and jobs in the agricultural
6 industry, and will help community and food system resilience while
7 farmers and ranchers wait for longer term financing.

8 (5) Therefore, the legislature intends to establish a grant 9 program to initially provide short-term financial assistance to 10 farmers and ranchers in the aftermath of the Whatcom county flooding 11 that can be replicated in future natural disasters, and to ensure 12 that farmers and ranchers are made aware of federal disaster 13 assistance programs and how to access them.

14 <u>NEW SECTION.</u> Sec. 2. A new section is added to chapter 89.08
15 RCW to read as follows:

16 (1) Subject to the availability of amounts appropriated for this 17 specific purpose, the commission, in cooperation with local conservation districts, must develop and implement a short-term 18 disaster recovery financial assistance program for farmers and 19 ranchers. The program must initially address providing short-term 20 funding to farmers and ranchers that sustained physical damage or 21 22 economic loss due to the major flooding event that occurred in Whatcom county during November 2021. 23

(2) Under the program, the commission may provide grants to
eligible farmers and ranchers. Grant funds may be used for payroll,
utilities and rent, marketing and advertising, building improvements
or repairs, replacing damaged or lost crops, livestock, and
equipment, and other operations and business expenses.

(3) In order to be eligible to apply for a grant under this section, a farmer or rancher must provide documentation of a reduction in agricultural income or activity as a result of a natural disaster such as a flood, earthquake, or wildfire.

The commission must coordinate with the department 33 (4) of agriculture and local conservation districts in conducting outreach 34 farmers and ranchers in order to 35 to increase awareness and understanding of the disaster recovery financial assistance program, 36 37 and to ensure that farmers and ranchers are aware of other disaster 38 relief assistance available through the state and federal government. (5) The commission may adopt rules to implement this section. 39

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1 <u>NEW SECTION.</u> Sec. 3. This act is necessary for the immediate 2 preservation of the public peace, health, or safety, or support of 3 the state government and its existing public institutions, and takes 4 effect immediately.

> Passed by the House February 9, 2022. Passed by the Senate March 4, 2022. Approved by the Governor March 31, 2022. Filed in Office of Secretary of State April 1, 2022.

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