CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 2670

Chapter 114, Laws of 2000

(partial veto)

56th Legislature 2000 Regular Session

LANDFILL DISPOSAL FACILITIES

EFFECTIVE DATE: 6/8/00

Passed by the House March 7, 2000 Yeas 98 Nays 0

CLYDE BALLARD

Speaker of the House of Representatives

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate March 3, 2000 Yeas 47 Nays 0

BRAD OWEN

President of the Senate

Approved March 24, 2000, with the exception of section 2, which is vetoed.

CERTIFICATE

We, Timothy A. Martin and Cynthia Zehnder, Co-Chief Clerks of the House of Representatives of the State of Washington, do hereby certify that the attached is SUBSTITUTE HOUSE BILL 2670 as passed by the House of Representatives and the Senate on the dates hereon set forth.

CYNTHIA ZEHNDER

Chief Clerk

TIMOTHY A. MARTIN

Chief Clerk

FILED

March 24, 2000 - 3:05 p.m.

GARY LOCKE

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE HOUSE BILL 2670

AS AMENDED BY THE SENATE

Passed Legislature - 2000 Regular Session

State of Washington 56th Legislature 2000 Regular Session

By House Committee on Agriculture & Ecology (originally sponsored by Representatives Delvin, Linville, G. Chandler and Hankins)

Read first time 02/01/2000. Referred to Committee on .

- 1 AN ACT Relating to financial assurance requirements for landfill
- 2 disposal facilities; amending RCW 70.95.215; and creating a new
- 3 section.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 70.95.215 and 1985 c 436 s 1 are each amended to read 6 as follows:
- 7 (1) By July 1, 1987, each holder or applicant of a permit for a
- 8 landfill disposal facility issued under this chapter shall establish a
- 9 reserve account to cover the costs of closing the facility in
- 10 accordance with state and federal regulations. The account shall be
- 11 designed to ensure that there will be adequate revenue available by the
- 12 projected date of closure. A landfill disposal ((facilities)) facility
- 13 maintained on private property for the sole use of the entity owning
- 14 the site and a landfill disposal facility operated and maintained by a
- 15 government shall not be required to establish a reserve account if, to
- 16 the satisfaction of the department, ((they)) the entity or government
- 17 provides another form of financial assurance adequate to comply with
- 18 the requirements of this section.

- 1 (2) By July 1, 1986, the department shall adopt rules under chapter
- 2 34.05 RCW to implement subsection (1) of this section. The department
- 3 is not required to adopt rules pertaining to other approved forms of
- 4 financial assurance to cover the costs of closing a landfill disposal
- 5 <u>facility.</u> The rules shall include but not be limited to:
- 6 (a) Methods to estimate closure costs, including postclosure
- 7 monitoring, pollution prevention measures, and any other procedures
- 8 required under state and federal regulations;
- 9 (b) Methods to ensure that reserve accounts receive adequate funds,
- 10 including:
- 11 (i) Requirements that the reserve account be generated by user
- 12 fees. However, the department may waive this requirement for existing
- 13 landfills if user fees would be prohibitively high;
- 14 (ii) Requirements that moneys be placed in the reserve account on
- 15 a regular basis and that the reserve account be kept separate from all
- 16 other accounts; and
- 17 (iii) Procedures for the department to verify that adequate sums
- 18 are deposited in the reserve account; and
- 19 (c) Methods to ensure that other types of financial assurance
- 20 provided in accordance with subsection (1) of this section are adequate
- 21 to cover the costs of closing the facility.
- 22 *NEW SECTION. Sec. 2. (1) The state solid waste advisory committee
- 23 shall direct a study by the department of ecology on the adequacy of
- 24 financing to assure landfill closure. The study shall include, but is
- 25 not limited to:
- 26 (a) A clear description of the financial assurance mechanisms
- 27 authorized by law;
- 28 (b) A summary of current financial assurances for landfill closure
- 29 currently in place for all landfills in the state. The department
- 30 shall compile this information from existing sources such as capital
- 31 facilities plans authorized under the growth management act, local
- 32 government solid waste management plans and budgets, and financial
- 33 audits by the state auditor. The summary shall include, but shall not
- 34 be limited to:
- 35 (i) The estimated cost to close the landfill facility and the years
- 36 to closure;
- (ii) The financial mechanisms approved by the jurisdictional health
- 38 department or the department to assure landfill closure; and

- 1 (iii) The status of financial mechanisms, including account 2 balance, loans against, or encumbrances on the financial mechanisms; 3 and
- 4 (c) The effect of various financial assurance mechanisms on 5 consumers' rates.
- 6 (2) The report shall include recommendations for modifying 7 requirements for financing mechanisms to assure landfill closure and 8 maintaining and reporting information on the status of financial 9 assurances. The solid waste advisory committee shall provide the 10 report to the legislature by December 15, 2000.
- 11 *Sec. 2 was vetoed. See message at end of chapter.

Passed the House March 7, 2000.

Passed the Senate March 3, 2000.

Approved by the Governor March 24, 2000, with the exception of certain items that were vetoed.

Filed in Office of Secretary of State March 24, 2000.

- 1 Note: Governor's explanation of partial veto is as follows:
- "I am returning herewith, without my approval as to section 2, 3 Substitute House Bill No. 2670 entitled:
- "AN ACT Relating to financial assurance requirements for landfill
 disposal facilities;"
- This bill provides government with needed flexibility in allowing alternative forms of financial assurance that landfill closure requirements can be met. Section 2 of the bill would have required the Solid Waste Advisory Committee (SWAC) to direct a study by the Department of Ecology (DOE) on the adequacy of financing to ensure landfill closure, and to report its findings to the Legislature by December 15, 2000.
- 13 Having the necessary financial resources secured for post-closure 14 landfill costs is essential for adequate public health and environmental protection and to ensure the general public is not required to pay cleanup or closure costs. However, the bill raises a 15 16 17 concern by having SWAC direct DOE in the study. SWAC includes several members with a financial stake in the outcome of the study. To avoid 18 any appearance of fairness issues, yet make certain that this important 19 analysis is completed, I have vetoed section 2 and direct DOE to 20 21 complete the study in consultation with the Utilities Transportation Commission and SWAC. DOE will inform the relevant 22 23 standing committees of the Legislature of its progress, shall address all the issues outlined in SHB 2670, and shall submit a report to the 24 25 Legislature by December 15, 2000.
- 26 For these reasons, I have vetoed section 2 of Substitute House Bill 27 No. 2670.
- With the exception of section 2, Substitute House Bill No. 2670 is approved."