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**SUBSTITUTE SENATE BILL 5370**

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**State of Washington****57th Legislature****2001 Regular Session**

**By** Senate Committee on Ways & Means (originally sponsored by Senators Patterson, Prentice, Hale and Haugen; by request of Governor Locke)

READ FIRST TIME 02/23/01.

1 AN ACT Relating to splitting the department of community, trade,  
2 and economic development and reestablishing the department of community  
3 development and the department of trade and economic development;  
4 amending RCW 43.330.020, 43.63A.021, 43.330.040, 43.330.050,  
5 43.330.070, 43.330.125, 43.330.135, 43.63A.066, 43.63A.115, 43.63A.155,  
6 43.63A.275, 43.63A.400, 43.63A.410, 43.63A.440, 43.63A.460, 43.63A.600,  
7 43.330.152, 43.330.155, 43.330.156, 43.330.904, 41.06.072, 43.330.065,  
8 43.330.080, 43.31.057, 43.31.093, 43.31.205, 43.31.422, 43.31.504,  
9 43.31.522, 43.31.524, 43.31.641, 43.31.830, 43.31.840, 43.31.960,  
10 19.27.070, 19.27.097, 19.27.150, 19.27.190, 27.34.020, 27.34.310,  
11 27.53.030, 28A.215.110, 28A.215.120, 28A.300.160, 28B.06.030,  
12 34.05.330, 35.02.260, 35.21.300, 35.21.687, 35.21.779, 36.27.100,  
13 36.34.137, 36.70A.030, 36.70A.040, 36.70A.131, 39.44.210, 39.44.230,  
14 39.84.090, 43.08.260, 43.19.1920, 43.19.19201, 43.20A.037, 43.21A.612,  
15 43.21C.110, 43.22.495, 43.63B.010, 43.70.530, 43.70.540, 43.79.201,  
16 43.132.030, 43.133.030, 43.133.050, 43.150.040, 43.155.020, 43.168.010,  
17 43.168.020, 43.168.031, 43.168.040, 43.168.050, 43.180.040, 43.180.200,  
18 43.180.220, 43.185.020, 43.185A.010, 43.185B.010, 43.190.030,  
19 43.280.011, 43.280.020, 43.280.060, 43.280.070, 43.280.080, 43.280.090,  
20 43.310.020, 43.330.110, 43.330.130, 43.330.210, 46.12.295, 47.12.064,  
21 47.50.090, 53.36.030, 54.16.285, 54.52.010, 54.52.020, 57.46.010,

1 57.46.020, 59.18.440, 59.21.010, 59.22.020, 59.22.090, 59.24.020,  
2 59.24.050, 59.24.060, 59.28.040, 59.28.050, 59.28.060, 66.08.195,  
3 66.08.198, 67.38.070, 68.60.030, 70.05.125, 70.94.537, 70.95.260,  
4 70.95.265, 70.95.810, 70.105.020, 70.114A.070, 70.119A.170, 70.125.030,  
5 70.164.020, 70.190.010, 72.09.055, 72.65.210, 74.08A.010, 74.14B.060,  
6 79A.30.050, 79A.50.100, 80.28.010, 82.14.330, 82.14.335, 84.36.560,  
7 88.02.053, 90.03.247, 90.71.020, 19.27A.020, 19.29A.010, 24.46.010,  
8 28A.515.320, 28B.20.283, 28B.20.289, 28B.20.293, 28B.30.537,  
9 28B.30.900, 28B.38.020, 28B.38.050, 28B.50.262, 28B.65.040, 28B.65.050,  
10 28B.65.060, 28B.109.020, 28C.18.060, 36.01.120, 36.110.030, 39.86.110,  
11 43.17.065, 43.20A.750, 43.21A.510, 43.21A.515, 43.21F.025, 43.21F.090,  
12 43.21G.010, 43.23.035, 43.31.805, 43.63A.230, 43.88.093, 43.88.094,  
13 43.160.020, 43.160.115, 43.160.180, 43.163.020, 43.163.120, 43.170.020,  
14 43.172.011, 43.210.030, 43.210.050, 43.210.060, 43.330.092, 43.330.094,  
15 50.67.030, 50.72.030, 67.28.8001, 70.95H.007, 70.95H.050, 74.13.090,  
16 76.09.030, 76.56.020, 77.12.710, 79A.60.480, 81.80.450, 82.35.080,  
17 41.06.070, 43.06.115, 43.17.020, 19.02.050, 43.21J.030, 43.157.010,  
18 43.157.030, 43.160.030, 43.163.060, 47.39.090, 47.76.230, 50.38.030,  
19 80.50.030, 46.16.340, 43.220.070, and 90.56.280; reenacting and  
20 amending RCW 43.105.020 and 43.17.010; adding new sections to chapter  
21 43.330 RCW; adding new sections to chapter 43.31 RCW; adding a new  
22 section to chapter 41.06 RCW; creating new sections; recodifying RCW  
23 43.63A.021, 43.63A.066, 43.63A.067, 43.63A.075, 43.63A.105, 43.63A.115,  
24 43.63A.125, 43.63A.150, 43.63A.155, 43.63A.190, 43.63A.215, 43.63A.240,  
25 43.63A.245, 43.63A.247, 43.63A.249, 43.63A.265, 43.63A.270, 43.63A.275,  
26 43.63A.400, 43.63A.410, 43.63A.420, 43.63A.440, 43.63A.460, 43.63A.465,  
27 43.63A.4651, 43.63A.470, 43.63A.475, 43.63A.480, 43.63A.485,  
28 43.63A.490, 43.63A.500, 43.63A.510, 43.63A.550, 43.63A.600, 43.63A.610,  
29 43.63A.620, 43.63A.630, 43.63A.640, 43.63A.650, 43.63A.660, 43.63A.670,  
30 43.63A.680, 43.63A.720, 43.63A.725, 43.63A.730, 43.63A.735, 43.63A.740,  
31 43.63A.900, 43.63A.901, 43.63A.902, 43.63A.903, 43.330.150, 43.330.152,  
32 43.330.155, 43.330.156, 43.330.190, 43.330.200, 43.330.210, 43.330.220,  
33 43.330.230, 43.63A.230, 43.63A.715, 43.330.060, 43.330.065, 43.330.080,  
34 43.330.090, 43.330.092, 43.330.094, 43.330.095, 43.330.096, 43.63A.690,  
35 and 43.330.180; decodifying RCW 35.22.660, 35.22.680, 35A.63.149,  
36 35A.63.210, 36.32.520, 36.32.560, 36.70.675, 36.70.755, 70.95H.005,  
37 70.95H.010, 70.95H.030, 70.95H.040, 70.95H.900, and 70.95H.901;  
38 repealing RCW 43.330.005, 43.330.007, 43.330.010, 43.330.900,

1 43.31.800, and 43.31.409; providing an effective date; and declaring an  
2 emergency.

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

4 NEW SECTION. **Sec. 1.** The department of community, trade, and  
5 economic development was created in 1993 by dissolving the prior  
6 department of community development and the prior department of trade  
7 and economic development and transferring their responsibilities and  
8 authorities to that newly created department.

9 The purpose of this act is to effectively organize state efforts to  
10 address the community and economic development needs of the citizens of  
11 the state of Washington by restructuring the department of community,  
12 trade, and economic development into two separate agencies, the  
13 department of community development and the department of trade and  
14 economic development. The department of trade and economic development  
15 will consist of the existing divisions of economic development, energy  
16 policy, and international trade. The department of community  
17 development will consist of the existing divisions of housing,  
18 community services, and local government.

19 It is the intent of the legislature that the restructuring will  
20 allow each agency to: (1) Identify and develop a focused mission; (2)  
21 organize and deliver services in a manner that is responsive to current  
22 and future needs; and (3) effectively target resources to meet the  
23 identified mission and needs of the citizens of the state of Washington  
24 in the most efficient and effective manner.

25 **PART I**

26 **DEPARTMENT OF COMMUNITY DEVELOPMENT**

27 **Sec. 101.** RCW 43.330.020 and 1993 c 280 s 4 are each amended to  
28 read as follows:

29 ((A)) The department of community(, trade, and economic)  
30 development is created. Except as provided in chapter . . . , Laws of  
31 2001 (this act), the department shall be vested with all powers and  
32 duties ((established or transferred to it under this chapter)) formerly  
33 exercised by the prior department of community development, before its  
34 merger with the prior department of trade and economic development into  
35 the department of community, trade, and economic development by chapter

1 280, Laws of 1993, and such other powers and duties as may be  
2 authorized by law. (~~Unless otherwise specifically provided in chapter~~  
3 ~~280, Laws of 1993, the existing responsibilities and functions of the~~  
4 ~~agency programs will continue to be administered in accordance with~~  
5 ~~their implementing legislation.~~)

6 **Sec. 102.** RCW 43.63A.021 and 1997 c 367 s 5 are each amended to  
7 read as follows:

8 Unless the context clearly requires otherwise, the definitions in  
9 this section apply throughout this chapter.

10 (1) "Department" means the department of community development.

11 (2) "Director" means the director of community development.

12 (3) "Dislocated forest products worker" means a forest products  
13 worker who: (a)(i) Has been terminated or received notice of  
14 termination from employment and is unlikely to return to employment in  
15 the individual's principal occupation or previous industry because of  
16 a diminishing demand for his or her skills in that occupation or  
17 industry; or (ii) is self-employed and has been displaced from his or  
18 her business because of the diminishing demand for the business's  
19 services or goods; and (b) at the time of last separation from  
20 employment, resided in or was employed in a rural natural resources  
21 impact area.

22 ~~((+2))~~ (4) "Forest products worker" means a worker in the forest  
23 products industries affected by the reduction of forest fiber  
24 enhancement, transportation, or production. The workers included  
25 within this definition shall be determined by the employment security  
26 department, but shall include workers employed in the industries  
27 assigned the major group standard industrial classification codes "24"  
28 and "26" and the industries involved in the harvesting and management  
29 of logs, transportation of logs and wood products, processing of wood  
30 products, and the manufacturing and distribution of wood processing and  
31 logging equipment. The commissioner may adopt rules further  
32 interpreting these definitions. For the purposes of this subsection,  
33 "standard industrial classification code" means the code identified in  
34 RCW 50.29.025(6)~~((+e))~~ (b).

35 ~~((+3))~~ (5) "Dislocated salmon fishing worker" means a finfish  
36 products worker who: (a)(i) Has been terminated or received notice of  
37 termination from employment and is unlikely to return to employment in  
38 the individual's principal occupation or previous industry because of

1 a diminishing demand for his or her skills in that occupation or  
2 industry; or (ii) is self-employed and has been displaced from his or  
3 her business because of the diminishing demand for the business's  
4 services or goods; and (b) at the time of last separation from  
5 employment, resided in or was employed in a rural natural resources  
6 impact area.

7 ~~((4))~~ (6) "Salmon fishing worker" means a worker in the finfish  
8 industry affected by 1994 or future salmon disasters. The workers  
9 included within this definition shall be determined by the employment  
10 security department, but shall include workers employed in the  
11 industries involved in the commercial and recreational harvesting of  
12 finfish including buying and processing finfish. The commissioner may  
13 adopt rules further interpreting these definitions.

14 **Sec. 103.** RCW 43.330.040 and 1993 c 280 s 6 are each amended to  
15 read as follows:

16 (1) The director shall supervise and administer the activities of  
17 the department and shall advise the governor and the legislature with  
18 respect to community ~~((and economic))~~ development matters affecting the  
19 state.

20 (2) In addition to other powers and duties granted to the director,  
21 the director shall have the following powers and duties:

22 (a) Enter into contracts on behalf of the state to carry out the  
23 purposes of this chapter;

24 (b) Act for the state in the initiation of or participation in any  
25 multigovernmental program relative to the purpose of this chapter;

26 (c) Accept and expend gifts and grants, whether such grants be of  
27 federal or other funds;

28 (d) To appoint ~~((such))~~ a deputy director~~((s,))~~ and assistant  
29 directors, and ~~((up to seven special assistants))~~ other positions as  
30 may be needed to administer the department. These employees are exempt  
31 from the provisions of chapter 41.06 RCW;

32 (e) Prepare and submit budgets for the department for executive and  
33 legislative action;

34 (f) Submit recommendations for legislative actions as are deemed  
35 necessary to further the purposes of this chapter;

36 (g) Adopt rules in accordance with chapter 34.05 RCW and perform  
37 all other functions necessary and proper to carry out the purposes of  
38 this chapter;

1 (h) Delegate powers, duties, and functions as the director deems  
2 necessary for efficient administration, but the director shall be  
3 responsible for the official acts of the officers and employees of the  
4 department; and

5 (i) Perform other duties as are necessary and consistent with law.

6 (3) When federal or other funds are received by the department,  
7 they shall be promptly transferred to the state treasurer and  
8 thereafter expended only upon the approval of the director.

9 (4) The director may request information and assistance from all  
10 other agencies, departments, and officials of the state, and may  
11 reimburse such agencies, departments, or officials if such a request  
12 imposes any additional expenses upon any such agency, department, or  
13 official.

14 (5) The director shall, in carrying out the responsibilities of  
15 office, consult with governmental officials, private groups, and  
16 individuals and with officials of other states. All state agencies and  
17 their officials and the officials of any political subdivision of the  
18 state shall cooperate with and give such assistance to the department,  
19 including the submission of requested information, to allow the  
20 department to carry out its purposes under this chapter.

21 (6) The director may establish additional advisory or coordinating  
22 groups with the legislature, within state government, with state and  
23 other governmental units, with the private sector and nonprofit  
24 entities or in specialized subject areas as may be necessary to carry  
25 out the purposes of this chapter.

26 (7) The internal affairs of the department shall be under the  
27 control of the director in order that the director may manage the  
28 department in a flexible and intelligent manner as dictated by changing  
29 contemporary circumstances. Unless specifically limited by law, the  
30 director shall have complete charge and supervisory powers over the  
31 department. The director may create such administrative structures as  
32 the director deems appropriate, except as otherwise specified by law,  
33 and the director may employ such personnel as may be necessary in  
34 accordance with chapter 41.06 RCW, except as otherwise provided by law.

35 **Sec. 104.** RCW 43.330.050 and 1993 c 280 s 7 are each amended to  
36 read as follows:

37 The department shall be responsible for promoting community ((and  
38 economic)) development within the state by assisting the state's

1 communities to increase the quality of life of their citizens and their  
2 economic vitality, (~~and by assisting the state's businesses to~~  
3 ~~maintain and increase their economic competitiveness,~~) while  
4 maintaining a healthy environment. Community (~~and economic~~)  
5 development efforts (~~shall~~) include(~~(: Efforts to increase economic~~  
6 ~~opportunity;)~~), but are not limited to: Assisting local planning to  
7 manage growth(;), service and advocacy for crime victims, the  
8 promotion and provision of affordable housing and housing-related  
9 services(;), providing public infrastructure(; ~~business and trade~~  
10 ~~development;~~ ~~assisting firms and industrial sectors to increase their~~  
11 ~~competitiveness;~~ ~~fostering the development of minority and women-owned~~  
12 ~~businesses;~~ ~~facilitating technology development, transfer, and~~  
13 ~~diffusion;)~~), providing support and assistance for early childhood  
14 education, providing community services and advocacy for low-income  
15 persons(;), and public safety efforts. The department shall have the  
16 following general functions and responsibilities:

17 (1) Provide advisory assistance to the governor, other state  
18 agencies, and the legislature on community (~~and economic~~) development  
19 matters and issues;

20 (2) Assist the governor in coordinating the activities of state  
21 agencies that have an impact on local government and communities;

22 (3) Cooperate with the legislature and the governor in the  
23 development and implementation of strategic plans for the state's  
24 community (~~and economic~~) development efforts;

25 (4) Solicit private and federal grants for (~~economic and~~)  
26 community development programs and administer such programs in  
27 conjunction with other programs assigned to the department by the  
28 governor or the legislature;

29 (5) Cooperate with and provide technical and financial assistance  
30 to local governments(~~, businesses,~~) and community-based organizations  
31 serving the communities of the state for the purpose of aiding and  
32 encouraging orderly, productive, and coordinated community development  
33 of the state, and, unless stipulated otherwise, give additional  
34 consideration to local communities and (~~individuals~~) community-based  
35 organizations with the greatest relative need and the fewest resources;

36 (6) Participate with other states or subdivisions thereof in  
37 interstate programs and assist cities, towns, counties, municipal  
38 corporations, governmental conferences or councils, and regional

1 planning commissions to participate with other states and provinces or  
2 their subdivisions;

3 (7) Hold public hearings and meetings to carry out the purposes of  
4 this chapter;

5 (8) Conduct research and analysis in furtherance of the state's  
6 ~~((economic and))~~ community development efforts including maintenance of  
7 current information on ~~((market, demographic, and economic trends as  
8 they affect different industrial sectors,))~~ geographic regions~~((,))~~ and  
9 communities with special economic and social problems in the state; and

10 (9) Develop a schedule of fees for services where appropriate.

11 **Sec. 105.** RCW 43.330.070 and 1993 c 280 s 10 are each amended to  
12 read as follows:

13 (1) The department shall work closely with local communities to  
14 increase their capacity to respond to economic, environmental, and  
15 social problems and challenges. The department shall coordinate the  
16 delivery of ~~((development services and))~~ related technical assistance  
17 to local communities or regional areas~~((.——It shall promote  
18 partnerships between the public and private sectors and between state  
19 and local officials to encourage appropriate economic growth and  
20 opportunity in communities throughout the state. The department))~~ and  
21 shall promote appropriate ~~((local))~~ community development by:  
22 ~~((Supporting the ability of communities to develop and implement  
23 strategic development plans; assisting businesses to start up,  
24 maintain, or expand their operations;))~~ Encouraging public  
25 infrastructure investment and private and public capital investment in  
26 local communities~~((,))~~, supporting efforts to manage growth and provide  
27 affordable housing and housing services~~((,))~~, and providing for the  
28 identification and preservation of the state's historical and cultural  
29 resources~~((and expanding employment opportunities))~~.

30 (2) The department shall define a set of services including related  
31 training and technical assistance that it will make available to local  
32 communities, community-based nonprofit organizations, and regional  
33 areas~~((, or businesses))~~. The department shall simplify access to  
34 these programs by providing more centralized and user-friendly  
35 information and referral. The department shall coordinate community  
36 ~~((and economic))~~ development efforts to minimize program redundancy and  
37 maximize accessibility. The department shall develop a set of criteria  
38 for targeting services to local communities.

1 (3) The department shall develop a coordinated and systematic  
2 approach to providing related training to community-based nonprofit  
3 organizations, local communities, and ~~((businesses))~~ regional areas.  
4 The approach shall be designed to increase the ~~((economic—and))~~  
5 community development skills available in local communities by  
6 providing training and funding for training for local citizens~~((,))~~ and  
7 nonprofit organizations~~((,—and—businesses))~~. The department shall  
8 emphasize providing training in those communities most in need of state  
9 assistance.

10 **Sec. 106.** RCW 43.330.125 and 1995 c 347 s 430 are each amended to  
11 read as follows:

12 The department ~~((of community, trade, and economic development))~~  
13 shall provide training and technical assistance to counties and cities  
14 to assist them in fulfilling the requirements of chapter 36.70B RCW.

15 **Sec. 107.** RCW 43.330.135 and 1995 c 13 s 1 are each amended to  
16 read as follows:

17 (1) The department ~~((of—community,—trade,—and—economic  
18 development))~~ shall distribute such funds as are appropriated for the  
19 statewide technical support, development, and enhancement of court-  
20 appointed special advocate programs.

21 (2) In order to receive money under subsection (1) of this section,  
22 an organization providing statewide technical support, development, and  
23 enhancement of court-appointed special advocate programs must meet all  
24 of the following requirements:

25 (a) The organization must provide statewide support, development,  
26 and enhancement of court-appointed special advocate programs that offer  
27 guardian ad litem services as provided in RCW 26.12.175, 26.44.053, and  
28 13.34.100;

29 (b) All guardians ad litem working under court-appointed special  
30 advocate programs supported, developed, or enhanced by the organization  
31 must be volunteers and may not receive payment for services rendered  
32 pursuant to the program. The organization may include paid positions  
33 that are exclusively administrative in nature, in keeping with the  
34 scope and purpose of this section; and

35 (c) The organization providing statewide technical support,  
36 development, and enhancement of court-appointed special advocate

1 programs must be a public benefit nonprofit corporation as defined in  
2 RCW 24.03.490.

3 (3) If more than one organization is eligible to receive money  
4 under this section, the department shall develop criteria for  
5 allocation of appropriated money among the eligible organizations.

6 **Sec. 108.** RCW 43.63A.066 and 1993 c 280 s 58 are each amended to  
7 read as follows:

8 The department (~~(of community, trade, and economic development)~~)  
9 shall have primary responsibility for providing child abuse and neglect  
10 prevention training to preschool age children participating in the  
11 federal head start program or the early childhood education and  
12 assistance program established under RCW 28A.215.010 through  
13 28A.215.200 and 28A.215.900 through 28A.215.908.

14 **Sec. 109.** RCW 43.63A.115 and 1993 c 280 s 60 are each amended to  
15 read as follows:

16 (1) The community action agency network, established initially  
17 under the federal economic opportunity act of 1964 and subsequently  
18 under the federal community services block grant program of 1981, as  
19 amended, shall be a delivery system for federal and state anti-poverty  
20 programs in this state, including but not limited to the community  
21 services block grant program, the low-income energy assistance program,  
22 and the federal department of energy weatherization program.

23 (2) Local community action agencies comprise the community action  
24 agency network. The community action agency network shall serve low-  
25 income persons in the counties. Each community action agency and its  
26 service area shall be designated in the state federal community service  
27 block grant plan as prepared by the department (~~(of community, trade,  
28 and economic development)~~).

29 (3) Funds for anti-poverty programs may be distributed to the  
30 community action agencies by the department (~~(of community, trade, and  
31 economic development)~~) and other state agencies in consultation with  
32 the authorized representatives of community action agency networks.

33 **Sec. 110.** RCW 43.63A.155 and 1993 c 280 s 61 are each amended to  
34 read as follows:

35 The department (~~(of community, trade, and economic development)~~)  
36 shall retain the bond information it receives under RCW 39.44.210 and

1 39.44.230 and shall publish summaries of local government bond issues  
2 at least once a year.

3 The department (~~(of community, trade, and economic development)~~)  
4 shall adopt rules under chapter 34.05 RCW to implement RCW 39.44.210  
5 and 39.44.230.

6 **Sec. 111.** RCW 43.63A.275 and 1993 c 280 s 67 are each amended to  
7 read as follows:

8 (1) Each biennium the department (~~(of community, trade, and~~  
9 ~~economic development)~~) shall distribute such funds as are appropriated  
10 for retired senior volunteer programs (RSVP) as follows:

11 (a) At least sixty-five percent of the moneys may be distributed  
12 according to formulae and criteria to be determined by the department  
13 (~~(of community, trade, and economic development)~~) in consultation with  
14 the RSVP directors association.

15 (b) Up to twenty percent of the moneys may be distributed by  
16 competitive grant process to develop RSVP projects in counties not  
17 presently being served, or to expand existing RSVP services into  
18 counties not presently served.

19 (c) Ten percent of the moneys may be used by the department (~~(of~~  
20 ~~community, trade, and economic development)~~) for administration,  
21 monitoring of the grants, and providing technical assistance to the  
22 RSVP projects.

23 (d) Up to five percent of the moneys may be used to support  
24 projects that will benefit RSVPs statewide.

25 (2) Grants under subsection (1) of this section shall give priority  
26 to programs in the areas of education, tutoring, English as a second  
27 language, combating of and education on drug abuse, housing and  
28 homeless, and respite care, and shall be distributed in accordance with  
29 the following:

30 (a) None of the grant moneys may be used to displace any paid  
31 employee in the area being served.

32 (b) Grants shall be made for programs that focus on:

33 (i) Developing new roles for senior volunteers in nonprofit and  
34 public organizations with special emphasis on areas targeted in section  
35 1, chapter 65, Laws of 1992. The roles shall reflect the diversity of  
36 the local senior population and shall respect their life experiences;

1 (ii) Increasing the expertise of volunteer managers and RSVP  
2 managers in the areas of communication, recruitment, motivation, and  
3 retention of today's over-sixty population;

4 (iii) Increasing the number of senior citizens recruited, referred,  
5 and placed with nonprofit and public organizations; and

6 (iv) Providing volunteer support such as: Mileage to and from the  
7 volunteer assignment, recognition, and volunteer insurance.

8 **Sec. 112.** RCW 43.63A.400 and 1993 c 280 s 72 are each amended to  
9 read as follows:

10 The department (~~of community, trade, and economic development~~)  
11 shall distribute grants to eligible public radio and television  
12 broadcast stations under RCW 43.63A.410 and 43.63A.420 (as recodified  
13 by this act) to assist with programming, operations, and capital needs.

14 **Sec. 113.** RCW 43.63A.410 and 1993 c 280 s 73 are each amended to  
15 read as follows:

16 (1) Eligibility for grants under this section shall be limited to  
17 broadcast stations which are:

18 (a) Licensed to Washington state organizations, nonprofit  
19 corporations, or other entities under section 73.621 of the regulations  
20 of the federal communications commission; and

21 (b) Qualified to receive community service grants from the  
22 federally chartered corporation for public broadcasting. Eligibility  
23 shall be established as of February 28th of each year.

24 (2) The formula in this subsection shall be used to compute the  
25 amount of each eligible station's grant under this section.

26 (a) Appropriations under this section shall be divided into a radio  
27 fund, which shall be twenty-five percent of the total appropriation  
28 under this section, and a television fund, which shall be seventy-five  
29 percent of the total appropriation under this section. Each of the two  
30 funds shall be divided into a base grant pool, which shall be fifty  
31 percent of the fund, and an incentive grant pool, which shall be the  
32 remaining fifty percent of the fund.

33 (b) Each eligible participating public radio station shall receive  
34 an equal share of the radio base grant pool, plus a share of the radio  
35 incentive grant pool equal to the proportion its nonfederal financial  
36 support bears to the sum of all participating radio stations'

1 nonfederal financial support as most recently reported to the  
2 corporation for public broadcasting.

3 (c) Each eligible participating public television station shall  
4 receive an equal share of the television base grant pool, plus a share  
5 of the television incentive grant pool equal to the proportion its  
6 nonfederal financial support bears to the sum of all participating  
7 television stations' nonfederal financial support as most recently  
8 reported to the corporation for public broadcasting.

9 (3) Annual financial reports to the corporation for public  
10 broadcasting by eligible stations shall also be submitted by the  
11 stations to the department (~~of community, trade, and economic~~  
12 ~~development~~)).

13 **Sec. 114.** RCW 43.63A.440 and 1997 c 367 s 7 are each amended to  
14 read as follows:

15 The department (~~of community, trade, and economic development~~)  
16 shall provide technical and financial assistance to communities  
17 adversely impacted by reductions in timber harvested from federal,  
18 state, and private lands and reduction of salmon fishing caused by  
19 efforts to maintain the long-term viability of salmon stocks. The  
20 department shall use existing technical and financial assistance  
21 resources to aid communities in planning, implementing, and assembling  
22 financing for high priority community economic development projects.

23 **Sec. 115.** RCW 43.63A.460 and 1993 c 280 s 76 are each amended to  
24 read as follows:

25 (~~Beginning on July 1, 1991,~~) The department (~~of community,~~  
26 ~~trade, and economic development~~) shall be responsible for performing  
27 all the consumer complaint and related functions of the state  
28 administrative agency that are required for purposes of complying with  
29 the regulations established by the federal department of housing and  
30 urban development for manufactured housing, including the preparation  
31 and submission of the state administrative plan.

32 The department (~~of community, trade, and economic development~~)  
33 may enter into state or local interagency agreements to coordinate site  
34 inspection activities with record monitoring and complaint handling.  
35 The interagency agreement may also provide for the reimbursement for  
36 cost of work that an agency performs. The department may include other

1 related areas in any interagency agreements which are necessary for the  
2 efficient provision of services.

3 ~~((The department of labor and industries shall transfer all  
4 records, files, books, and documents necessary for the department of  
5 community, trade, and economic development to assume these new  
6 functions.~~

7 ~~The directors of community, trade, and economic development and the  
8 department of labor and industries shall immediately take such steps as  
9 are necessary to ensure that this act is implemented on June 7, 1990.))~~

10 **Sec. 116.** RCW 43.63A.600 and 1995 c 226 s 12 are each amended to  
11 read as follows:

12 (1) The department ~~((of community, trade, and economic  
13 development))~~, as a member of the agency rural community assistance  
14 task force shall establish and administer the emergency mortgage and  
15 rental assistance program. The department shall identify the  
16 communities most adversely affected by reductions in timber and salmon  
17 harvest levels and shall prioritize assistance under this program to  
18 these communities. The department shall work with the department of  
19 social and health services and the rural community assistance  
20 ~~((recovery))~~ coordinator to develop the program in rural natural  
21 resources impact areas. Organizations eligible to receive grant funds  
22 for distribution under the program are those organizations that are  
23 eligible to receive assistance through the Washington housing trust  
24 fund. The department shall disburse the funds to eligible local  
25 organizations as grants. The local organizations shall use the funds  
26 to make grants or loans as specified in RCW 43.63A.600 through  
27 43.63A.640 (as recodified by this act). If funds are disbursed as  
28 loans, the local organization shall establish a revolving grant and  
29 loan fund with funds received as loan repayments and shall continue to  
30 make grants or loans or both grants and loans from funds received as  
31 loan repayments to dislocated forest products and dislocated salmon  
32 fishing workers eligible under the provisions of RCW 43.63A.600 through  
33 43.63A.640 (as recodified by this act) and to other persons residing in  
34 rural natural resources impact areas who meet the requirements of RCW  
35 43.63A.600 through 43.63A.640 (as recodified by this act).

36 (2) The goals of the program are to:

37 (a) Provide temporary emergency mortgage loans or rental assistance  
38 grants or loans on behalf of dislocated forest products and dislocated

1 salmon fishing workers in rural natural resources impact areas who are  
2 unable to make mortgage, property tax, or rental payments on their  
3 permanent residences and are subject to immediate eviction for  
4 nonpayment of mortgage installments, property taxes, or nonpayment of  
5 rent;

6 (b) Prevent the dislocation of individuals and families from their  
7 permanent residences and their communities; and

8 (c) Maintain economic and social stability in rural natural  
9 resources impact areas.

10 **Sec. 117.** RCW 43.330.152 and 1994 c 284 s 2 are each amended to  
11 read as follows:

12 In order to extend its services and programs, the department may  
13 charge reasonable fees for services and products provided in the areas  
14 of financial assistance, housing, (~~international trade,~~) community  
15 assistance, (~~economic development,~~) and other service delivery areas,  
16 except as otherwise provided. These fees are not intended to exceed  
17 the costs of providing the service or preparing and distributing the  
18 product.

19 **Sec. 118.** RCW 43.330.155 and 1994 c 284 s 4 are each amended to  
20 read as follows:

21 The community (~~and economic~~) development fee account is created  
22 in the state treasury. The department may create subaccounts as  
23 necessary. The account consists of all receipts from fees charged by  
24 the department under RCW 43.330.150(~~)~~ and 43.330.152(~~)~~ and  
25 43.210.110) (as recodified by this act). Expenditures from the  
26 account may be used only for the purposes of this chapter. Only the  
27 director or the director's designee may authorize expenditures from the  
28 account. Expenditures from the account may be spent only after  
29 appropriation.

30 **Sec. 119.** RCW 43.330.156 and 1994 c 284 s 8 are each amended to  
31 read as follows:

32 The fees authorized under RCW 43.330.150(~~)~~ and 43.330.152(~~)~~  
33 70.95H.040, and 43.210.110) (as recodified by this act) shall be  
34 adopted by rule pursuant to chapter 34.05 RCW.

1       **Sec. 120.** RCW 43.330.904 and 1996 c 186 s 101 are each amended to  
2 read as follows:

3       (1) All powers, duties, and functions of the state energy office  
4 relating to (~~energy resource policy and planning and~~) energy facility  
5 siting are transferred to the department (~~of community, trade, and~~  
6 ~~economic development~~). All references to the director or the state  
7 energy office in the Revised Code of Washington shall be construed to  
8 mean the director or the department (~~of community, trade, and economic~~  
9 ~~development~~) when referring to the functions transferred in this  
10 section.

11       (~~The director shall appoint an assistant director for energy~~  
12 ~~policy, and energy policy staff shall have no additional~~  
13 ~~responsibilities beyond activities concerning energy policy.~~)

14       (2)(a) All reports, documents, surveys, books, records, files,  
15 papers, or written material in the possession of the state energy  
16 office pertaining to the powers, functions, and duties transferred  
17 shall be delivered to the custody of the department (~~of community,~~  
18 ~~trade, and economic development~~). All cabinets, furniture, office  
19 equipment, software, data base, motor vehicles, and other tangible  
20 property employed by the state energy office in carrying out the  
21 powers, functions, and duties transferred shall be made available to  
22 the department (~~of community, trade, and economic development~~).

23       (b) Any appropriations made to the state energy office for carrying  
24 out the powers, functions, and duties transferred (~~shall, on July 1,~~  
25 ~~1996, be~~) are transferred and credited to the department (~~of~~  
26 ~~community, trade, and economic development~~).

27       (c) Whenever any question arises as to the transfer of any funds,  
28 books, documents, records, papers, files, software, data base,  
29 equipment, or other tangible property used or held in the exercise of  
30 the powers and the performance of the duties and functions transferred,  
31 the director of financial management shall make a determination as to  
32 the proper allocation and certify the same to the state agencies  
33 concerned.

34       (3) (~~All employees of the state energy office engaged in~~  
35 ~~performing the powers, functions, and duties pertaining to the energy~~  
36 ~~facility site evaluation council are transferred to the jurisdiction of~~  
37 ~~the department of community, trade, and economic development. All~~  
38 ~~employees engaged in energy facility site evaluation council duties~~  
39 ~~classified under chapter 41.06 RCW, the state civil service law, are~~

1 assigned to the department of community, trade, and economic  
2 development to perform their usual duties upon the same terms as  
3 formerly, without any loss of rights, subject to any action that may be  
4 appropriate thereafter in accordance with the laws and rules governing  
5 state civil service.

6 (4)) All rules and all pending business before the state energy  
7 office pertaining to the powers, functions, and duties transferred  
8 shall be continued and acted upon by the department ((of community,  
9 trade, and economic development)). All existing contracts and  
10 obligations shall remain in full force and shall be performed by the  
11 department ((of community, trade, and economic development)).

12 ((5)) (4) The transfer of the powers, duties, and functions of  
13 the state energy office does not affect the validity of any act  
14 performed before July 1, ((1996)) 2000.

15 ((6)) (5) If apportionments of budgeted funds are required  
16 because of the transfers directed by this section, the director of the  
17 office of financial management shall certify the apportionments to the  
18 agencies affected, the state auditor, and the state treasurer. Each of  
19 these shall make the appropriate transfer and adjustments in funds and  
20 appropriation.

21 ((7) The department of community, trade, and economic development  
22 shall direct the closure of the financial records of the state energy  
23 office.

24 (8) Responsibility for implementing energy education, applied  
25 research, and technology transfer programs rests with Washington State  
26 University. The department of community, trade, and economic  
27 development shall provide Washington State University available  
28 existing and future oil overcharge restitution and federal energy block  
29 funding for a minimum period of five years to carry out energy programs  
30 under an interagency agreement with the department of community, trade,  
31 and economic development. The interagency agreement shall also outline  
32 the working relationship between the department of community, trade,  
33 and economic development and Washington State University as it pertains  
34 to the relationship between energy policy development and public  
35 outreach. Nothing in chapter 186, Laws of 1996 prohibits Washington  
36 State University from seeking grant, contract, or fee for service  
37 funding for energy or related programs directly from other entities.)

1        NEW SECTION.    **Sec. 121.**    A new section is added to chapter 43.330  
2    RCW to read as follows:

3        (1) All powers, duties, and functions of the department of  
4    community, trade, and economic development pertaining to community  
5    development are transferred to the department of community development.  
6    All references to the director or the department of community, trade,  
7    and economic development in the Revised Code of Washington shall be  
8    construed to mean the director or the department of community  
9    development when referring to the functions transferred in this  
10   section.

11       (2)(a) All reports, documents, surveys, books, records, files,  
12   papers, or written material in the possession of the department of  
13   community, trade, and economic development pertaining to the powers,  
14   functions, and duties transferred shall be delivered to the custody of  
15   the department of community development. All cabinets, furniture,  
16   office equipment, motor vehicles, and other tangible property employed  
17   by the department of community, trade, and economic development in  
18   carrying out the powers, functions, and duties transferred shall be  
19   made available to the department of community development. All funds,  
20   credits, or other assets held in connection with the powers, functions,  
21   and duties transferred shall be assigned to the department of community  
22   development.

23       (b) Any appropriations made to the department of community, trade,  
24   and economic development for carrying out the powers, functions, and  
25   duties transferred shall, on the effective date of this section, be  
26   transferred and credited to the department of community development.

27       (c) Whenever any question arises as to the transfer of any  
28   personnel, funds, books, documents, records, papers, files, equipment,  
29   or other tangible property used or held in the exercise of the powers  
30   and the performance of the duties and functions transferred, the  
31   director of financial management shall make a determination as to the  
32   proper allocation and certify the same to the state agencies concerned.

33       (3) All employees of the department of community, trade, and  
34   economic development engaged in performing the powers, functions, and  
35   duties transferred are transferred to the jurisdiction of the  
36   department of community development. All employees classified under  
37   chapter 41.06 RCW, the state civil service law, are assigned to the  
38   department of community development to perform their usual duties upon  
39   the same terms as formerly, without any loss of rights, subject to any

1 action that may be appropriate thereafter in accordance with the laws  
2 and rules governing state civil service.

3 (4) All rules and all pending business before the department of  
4 community, trade, and economic development pertaining to the powers,  
5 functions, and duties transferred shall be continued and acted upon by  
6 the department of community development. All existing contracts and  
7 obligations shall remain in full force and shall be performed by the  
8 department of community development.

9 (5) The transfer of the powers, duties, functions, and personnel of  
10 the department of community, trade, and economic development shall not  
11 affect the validity of any act performed before the effective date of  
12 this section.

13 (6) If apportionments of budgeted funds are required because of the  
14 transfers directed by this section, the director of financial  
15 management shall certify the apportionments to the agencies affected,  
16 the state auditor, and the state treasurer. Each of these shall make  
17 the appropriate transfer and adjustments in funds and appropriation  
18 accounts and equipment records in accordance with the certification.

19 (7) Nothing contained in this section may be construed to alter any  
20 existing collective bargaining unit or the provisions of any existing  
21 collective bargaining agreement until the agreement has expired or  
22 until the bargaining unit has been modified by action of the personnel  
23 board as provided by law.

24 **Sec. 122.** RCW 41.06.072 and 1995 c 399 s 59 are each amended to  
25 read as follows:

26 In addition to the exemptions set forth in this chapter, this  
27 chapter shall not apply within the department of community(~~(, trade,~~  
28 ~~and economic~~)) development to the director, one confidential secretary,  
29 the deputy directors, all assistant directors, and the state historic  
30 preservation officer(~~(, and up to two professional staff members within~~  
31 ~~the emergency management program)~~)).

32 NEW SECTION. **Sec. 123.** The following acts or parts of acts are  
33 each repealed:

- 34 (1) RCW 43.330.005 (Intent) and 1993 c 280 s 1;  
35 (2) RCW 43.330.007 (Management responsibility) and 1993 c 280 s 2;  
36 (3) RCW 43.330.010 (Definitions) and 1993 c 280 s 3; and

1 (4) RCW 43.330.900 (References to director and department) and 1993  
2 c 280 s 79.

3 NEW SECTION. **Sec. 124.** The following sections are each recodified  
4 as new sections in chapter 43.330 RCW:

- 5 RCW 43.63A.021
- 6 RCW 43.63A.066
- 7 RCW 43.63A.067
- 8 RCW 43.63A.075
- 9 RCW 43.63A.105
- 10 RCW 43.63A.115
- 11 RCW 43.63A.125
- 12 RCW 43.63A.150
- 13 RCW 43.63A.155
- 14 RCW 43.63A.190
- 15 RCW 43.63A.215
- 16 RCW 43.63A.240
- 17 RCW 43.63A.245
- 18 RCW 43.63A.247
- 19 RCW 43.63A.249
- 20 RCW 43.63A.265
- 21 RCW 43.63A.270
- 22 RCW 43.63A.275
- 23 RCW 43.63A.400
- 24 RCW 43.63A.410
- 25 RCW 43.63A.420
- 26 RCW 43.63A.440
- 27 RCW 43.63A.460
- 28 RCW 43.63A.465
- 29 RCW 43.63A.4651
- 30 RCW 43.63A.470
- 31 RCW 43.63A.475
- 32 RCW 43.63A.480
- 33 RCW 43.63A.485
- 34 RCW 43.63A.490
- 35 RCW 43.63A.500
- 36 RCW 43.63A.510
- 37 RCW 43.63A.550
- 38 RCW 43.63A.600

1 RCW 43.63A.610  
2 RCW 43.63A.620  
3 RCW 43.63A.630  
4 RCW 43.63A.640  
5 RCW 43.63A.650  
6 RCW 43.63A.660  
7 RCW 43.63A.670  
8 RCW 43.63A.680  
9 RCW 43.63A.720  
10 RCW 43.63A.725  
11 RCW 43.63A.730  
12 RCW 43.63A.735  
13 RCW 43.63A.740  
14 RCW 43.63A.900  
15 RCW 43.63A.901  
16 RCW 43.63A.902  
17 RCW 43.63A.903

18 NEW SECTION. **Sec. 125.** The following sections are recodified in  
19 chapter 43.330 RCW near the end of the chapter:

20 RCW 43.330.150  
21 RCW 43.330.152  
22 RCW 43.330.155  
23 RCW 43.330.156

24 NEW SECTION. **Sec. 126.** The code reviser may recodify the  
25 following sections in chapter 43.330 RCW:

26 RCW 43.330.190  
27 RCW 43.330.200  
28 RCW 43.330.210  
29 RCW 43.330.220  
30 RCW 43.330.230

31 NEW SECTION. **Sec. 127.** The code reviser shall insert notes  
32 following all sections containing references to the department of  
33 community, trade, and economic development indicating that this agency  
34 is now referred to as the department of community development.

1 PART II

2 DEPARTMENT OF TRADE AND ECONOMIC DEVELOPMENT

3 NEW SECTION. **Sec. 201.** The department of trade and economic  
4 development is created. Except as provided in this act, the department  
5 shall be vested with all powers and duties formerly exercised by the  
6 prior department of trade and economic development, before its merger  
7 with the prior department of community development into the department  
8 of community, trade, and economic development by chapter 280, Laws of  
9 1993, and such other powers and duties as may be authorized by law.

10 NEW SECTION. **Sec. 202.** Unless the context clearly requires  
11 otherwise, the definitions in this section apply throughout this  
12 chapter.

13 (1) "Associate development organization" means a local economic  
14 development nonprofit corporation that is broadly representative of  
15 community interests.

16 (2) "Department" means the department of trade and economic  
17 development.

18 (3) "Director" means the director of trade and economic  
19 development.

20 NEW SECTION. **Sec. 203.** (1) The director shall supervise and  
21 administer the activities of the department and shall advise the  
22 governor and the legislature with respect to economic development  
23 matters affecting the state.

24 (2) In addition to other powers and duties granted to the director,  
25 the director shall have the following powers and duties:

26 (a) To enter into contracts on behalf of the state to carry out the  
27 purposes of this chapter;

28 (b) To act for the state in the initiation of or participation in  
29 any multigovernmental program relative to the purpose of this chapter;

30 (c) To accept and expend gifts and grants, whether such grants be  
31 of federal or other funds;

32 (d) To appoint a deputy director, assistant directors, and other  
33 positions as may be needed to administer the department. These  
34 employees are exempt from the provisions of chapter 41.06 RCW;

35 (e) To prepare and submit budgets for the department for executive  
36 and legislative action;

1 (f) To submit recommendations for legislative actions as are deemed  
2 necessary to further the purposes of this chapter;

3 (g) To adopt rules in accordance with chapter 34.05 RCW and perform  
4 all other functions necessary and proper to carry out the purposes of  
5 this chapter;

6 (h) To delegate powers, duties, and functions as the director deems  
7 necessary for efficient administration, but the director shall be  
8 responsible for the official acts of the officers and employees of the  
9 department; and

10 (i) To perform other duties as are necessary and consistent with  
11 law.

12 (3) When federal or other funds are received by the department,  
13 they shall be promptly transferred to the state treasurer and  
14 thereafter expended only upon the approval of the director.

15 (4) The director may request information and assistance from all  
16 other agencies, departments, and officials of the state, and may  
17 reimburse such agencies, departments, or officials if such a request  
18 imposes any additional expenses upon any such agency, department, or  
19 official.

20 (5) The director shall, in carrying out the responsibilities of  
21 office, consult with governmental officials, private groups, and  
22 individuals and with officials of other states. All state agencies and  
23 their officials and the officials of any political subdivision of the  
24 state shall cooperate with and give such assistance to the department,  
25 including the submission of requested information, to allow the  
26 department to carry out its purposes under this chapter.

27 (6) The director may establish additional advisory or coordinating  
28 groups with the legislature, within state government, with state and  
29 other governmental units, with the private sector and nonprofit  
30 entities or in specialized subject areas as may be necessary to carry  
31 out the purposes of this chapter.

32 (7) The internal affairs of the department shall be under the  
33 control of the director in order that the director may manage the  
34 department in a flexible and intelligent manner as dictated by changing  
35 contemporary circumstances. Unless specifically limited by law, the  
36 director shall have complete charge and supervisory powers over the  
37 department. The director may create such administrative structures as  
38 the director deems appropriate, except as otherwise specified by law,

1 and the director may employ such personnel as may be necessary in  
2 accordance with chapter 41.06 RCW, except as otherwise provided by law.

3 (8) The director may enter into an interagency agreement with the  
4 department of community development to appoint an employee of that  
5 agency as the director's designee to the forest practices board under  
6 RCW 76.09.030(1)(b) if it is in the best interests of the department to  
7 do so. Any interagency agreement entered into under this subsection  
8 shall expire upon the final adoption of permanent rules under RCW  
9 76.09.370. The department may not enter into an interagency agreement  
10 under this subsection after the final adoption of such permanent rules.

11 NEW SECTION. **Sec. 204.** The department shall be responsible for  
12 promoting economic development within the state by assisting the  
13 state's communities to increase the quality of life and their economic  
14 vitality, while maintaining a quality environment. Economic  
15 development efforts include, but are not limited to, efforts to  
16 increase economic opportunities, business and trade development, work  
17 force development, assisting firms and industrial sectors to increase  
18 their competitiveness, fostering the development of minority and women-  
19 owned businesses, and facilitating the development, transfer, and  
20 diffusion of technology.

21 NEW SECTION. **Sec. 205.** (1) The department shall work closely with  
22 local communities to increase their capacity to respond to economic  
23 problems and challenges. The department shall coordinate the delivery  
24 of development services and related technical assistance to local  
25 communities or regional areas. It shall promote partnerships between  
26 the public and private sectors and between state and local officials to  
27 encourage and manage appropriate economic growth and opportunity in  
28 communities throughout the state and shall promote appropriate local  
29 economic development by supporting the ability of communities to  
30 develop and implement strategic development plans, assisting businesses  
31 to start up, maintain, or expand their operations, and expanding  
32 employment opportunities.

33 (2) The department shall define a set of services including related  
34 training and technical assistance that it will make available to local  
35 communities, community-based nonprofit organizations, regional areas,  
36 or businesses. The department shall simplify access to these programs  
37 by providing more centralized and user-friendly information and

1 referral. The department shall coordinate economic development efforts  
2 to minimize program redundancy and maximize accessibility. The  
3 department shall develop a set of criteria for targeting services to  
4 local communities.

5 (3) The department shall develop a coordinated and systematic  
6 approach to providing related training to community-based nonprofit  
7 organizations, local communities, and businesses. The approach shall  
8 be designed to increase the economic development skills available in  
9 local communities by providing training and funding for training for  
10 local citizens, nonprofit organizations, and businesses. The  
11 department shall emphasize providing training in those communities most  
12 in need of state assistance.

13 **Sec. 206.** RCW 43.330.065 and 1996 c 253 s 303 are each amended to  
14 read as follows:

15 The department (~~(of community, trade, and economic development)~~),  
16 in consultation with the office of protocol, the office of the  
17 secretary of state, the department of agriculture, and the employment  
18 security department shall identify up to fifteen countries that are of  
19 strategic importance to the development of Washington's international  
20 trade relations.

21 **Sec. 207.** RCW 43.330.080 and 1997 c 60 s 1 are each amended to  
22 read as follows:

23 (1) The department shall contract with associate development  
24 organizations or other local organizations to increase the support for  
25 and coordination of (~~(community and)~~) economic development services in  
26 communities or regional areas. The organizations contracted with in  
27 each community or regional area shall be broadly representative of  
28 community and economic interests. The organization shall be capable of  
29 identifying key economic (~~(and community)~~) development problems,  
30 developing appropriate solutions, and mobilizing broad support for  
31 recommended initiatives. The contracting organization shall work with  
32 and include local governments, local chambers of commerce, private  
33 industry councils, port districts, labor groups, institutions of higher  
34 education, community action programs, and other appropriate private,  
35 public, or nonprofit (~~(community and)~~) economic development groups.  
36 The department shall be responsible for determining the scope of  
37 services delivered under these contracts.

1 (2) Associate development organizations or other local development  
2 organizations contracted with shall promote and coordinate, through  
3 local service agreements with local governments, small business  
4 development centers, port districts, community and technical colleges,  
5 private industry councils, and other development organizations, for the  
6 efficient delivery of ((community and)) economic development services  
7 in their areas.

8 (3) The department shall consult with associate development  
9 organizations, port districts, local governments, and other local  
10 development organizations in the establishment of service delivery  
11 regions throughout the state. The legislature encourages local  
12 associate development organizations to form partnerships with other  
13 associate development organizations in their region to combine  
14 resources for better access to available services, to encourage  
15 regional delivery of state services, and to build the local capacity of  
16 communities in the region more effectively.

17 (4) The department shall contract on a regional basis for surveys  
18 of key sectors of the regional economy and the coordination of  
19 technical assistance to businesses and employees within the key  
20 sectors. The department's selection of contracting organizations or  
21 consortiums shall be based on the sufficiency of the organization's or  
22 consortium's proposal to examine key sectors of the local economy  
23 within its region adequately and its ability to coordinate the delivery  
24 of services required by businesses within the targeted sectors.  
25 Organizations contracting with the department shall work closely with  
26 the department to examine the local economy and to develop strategies  
27 to focus on developing key sectors that show potential for long-term  
28 sustainable growth. The contracting organization shall survey  
29 businesses and employees in targeted sectors on a periodic basis to  
30 gather information on the sector's business needs, expansion plans,  
31 relocation decisions, training needs, potential layoffs, financing  
32 needs, availability of financing, and other appropriate information  
33 about economic trends and specific employer and employee needs in the  
34 region.

35 (5) The contracting organization shall participate with the work  
36 force training and education coordinating board as created in chapter  
37 28C.18 RCW, and any regional entities designated by that board, in  
38 providing for the coordination of job skills training within its  
39 region.

1       **Sec. 208.** RCW 43.31.057 and 1993 c 280 s 39 are each amended to  
2 read as follows:

3       The department (~~(of community, trade, and economic development)~~) is  
4 directed to develop and promote means to stimulate the expansion of the  
5 market for Washington products and shall have the following powers and  
6 duties:

7       (1) To develop a pamphlet for statewide circulation which will  
8 encourage the purchase of items produced in the state of Washington;

9       (2) To include in the pamphlet a listing of products of Washington  
10 companies which individuals can examine when making purchases so they  
11 may have the opportunity to select one of those products in support of  
12 this program;

13       (3) To distribute the pamphlets on the broadest possible basis  
14 through local offices of state agencies, business organizations,  
15 chambers of commerce, or any other means the department deems  
16 appropriate;

17       (4) In carrying out these powers and duties the department shall  
18 cooperate and coordinate with other agencies of government and the  
19 private sector.

20       **Sec. 209.** RCW 43.31.093 and 1995 c 399 s 71 are each amended to  
21 read as follows:

22       The department (~~(of community, trade, and economic development)~~)  
23 shall contract with public and private agencies, institutions, and  
24 organizations to conduct entrepreneurial training courses for minority  
25 and women-owned small businesses. The instruction shall be intensive,  
26 practical training courses in financing, marketing, managing,  
27 accounting, and recordkeeping for a small business, with an emphasis on  
28 federal, state, local, or private programs available to assist small  
29 businesses. The (~~(business assistance center)~~) department may  
30 recommend professional instructors, with practical knowledge and  
31 experience on how to start and operate a business, to teach the  
32 courses. Instruction shall be offered in major population centers  
33 throughout the state at times and locations which are convenient for  
34 minority and women small business owners and entrepreneurs.

35       **Sec. 210.** RCW 43.31.205 and 1993 c 280 s 41 are each amended to  
36 read as follows:

1 In an effort to enhance the economy of the Tri-Cities area, the  
2 department (~~(of community, trade, and economic development)~~) is  
3 directed to promote the existence of the lease between the state of  
4 Washington and the federal government executed September 10, 1964,  
5 covering one thousand acres of land lying within the Hanford  
6 reservation near Richland, Washington, and the opportunity of  
7 subleasing the land to entities for nuclear-related industry, in  
8 agreement with the terms of the lease. When promoting the existence of  
9 the lease, the department shall work in cooperation with any associate  
10 development organization located in or near the Tri-Cities area.

11 **Sec. 211.** RCW 43.31.422 and 1998 c 76 s 1 are each amended to read  
12 as follows:

13 The Hanford area economic investment fund is established in the  
14 custody of the state treasurer. Moneys in the fund shall only be used  
15 for reasonable assistant attorney general costs in support of the  
16 committee or pursuant to the recommendations of the committee created  
17 in RCW 43.31.425 and the approval of the director (~~(of community,  
18 trade, and economic development)~~) for Hanford area revolving loan  
19 funds, Hanford area infrastructure projects, or other Hanford area  
20 economic development and diversification projects, but may not be used  
21 for government or nonprofit organization operating expenses. Up to  
22 five percent of moneys in the fund may be used for program  
23 administration. For the purpose of this chapter "Hanford area" means  
24 Benton and Franklin counties. Disbursements from the fund shall be on  
25 the authorization of the director (~~(of community, trade, and economic  
26 development)~~) or the director's designee after an affirmative vote of  
27 at least six members of the committee created in RCW 43.31.425 on any  
28 recommendations by the committee created in RCW 43.31.425. The fund is  
29 subject to the allotment procedures under chapter 43.88 RCW, but no  
30 appropriation is required for disbursements. The legislature intends  
31 to establish similar economic investment funds for areas that develop  
32 low-level radioactive waste disposal facilities.

33 **Sec. 212.** RCW 43.31.504 and 1993 c 280 s 45 are each amended to  
34 read as follows:

35 The child care facility fund committee is established within the  
36 (~~(business assistance center of the)~~) department (~~(of community, trade,  
37 and economic development)~~). The committee shall administer the child

1 care facility fund, with review by the director (~~(of community, trade,~~  
2 ~~and economic development)~~)).

3 (1) The committee shall have five members. The director (~~(of~~  
4 ~~community, trade, and economic development)~~) shall appoint the members,  
5 who shall include:

6 (a) Two persons experienced in investment finance and having skills  
7 in providing capital to new businesses, in starting and operating  
8 businesses, and providing professional services to small or expanding  
9 businesses;

10 (b) One person representing a philanthropic organization with  
11 experience in evaluating funding requests;

12 (c) One child care services expert; and

13 (d) One early childhood development expert.

14 In making these appointments, the director shall give careful  
15 consideration to ensure that the various geographic regions of the  
16 state are represented and that members will be available for meetings  
17 and are committed to working cooperatively to address child care needs  
18 in Washington state.

19 (2) The committee shall elect officers from among its membership  
20 and shall adopt policies and procedures specifying the lengths of  
21 terms, methods for filling vacancies, and other matters necessary to  
22 the ongoing functioning of the committee.

23 (3) Committee members shall serve without compensation, but may  
24 request reimbursement for travel expenses as provided in RCW 43.03.050  
25 and 43.03.060.

26 (4) Committee members shall not be liable to the state, to the  
27 child care facility fund, or to any other person as a result of their  
28 activities, whether ministerial or discretionary, as members except for  
29 willful dishonesty or intentional violation of the law. The department  
30 (~~(of community, trade, and economic development)~~) may purchase  
31 liability insurance for members and may indemnify these persons against  
32 the claims of others.

33 **Sec. 213.** RCW 43.31.522 and 1993 c 280 s 46 are each amended to  
34 read as follows:

35 (~~(Unless the context clearly requires otherwise, the definitions in~~  
36 ~~this section apply throughout)~~) As used in RCW 43.31.524 and  
37 43.31.526(~~(÷~~

1       ~~(1) "Department" means the department of community, trade, and~~  
2 ~~economic development.~~

3       ~~(2) "Center" means the business assistance center established under~~  
4 ~~RCW 43.31.083.~~

5       ~~(3) "Director" means the director of community, trade, and economic~~  
6 ~~development.~~

7       (4)) "local nonprofit organization" means a local nonprofit  
8 organization organized to provide economic development or community  
9 development services, including but not limited to associate  
10 development organizations, economic development councils, and community  
11 development corporations.

12       **Sec. 214.** RCW 43.31.524 and 1993 c 280 s 47 are each amended to  
13 read as follows:

14       There is established a Washington marketplace program within the  
15 ~~((business assistance center established under RCW 43.31.083))~~  
16 department. The program shall assist businesses to competitively meet  
17 their needs for goods and services within Washington state by providing  
18 information relating to the replacement of imports or the fulfillment  
19 of new requirements with Washington products produced in Washington  
20 state. The program shall place special emphasis on strengthening rural  
21 economies in economically distressed areas of the state meeting the  
22 criteria of an "eligible area" as defined in RCW 82.60.020(3).

23       **Sec. 215.** RCW 43.31.641 and 1997 c 367 s 6 are each amended to  
24 read as follows:

25       The department ~~((of community, trade, and economic development)),~~  
26 as a member of the agency rural community assistance task force, shall:

27       (1) Administer available federal grant funds to support strategic  
28 diversification needs and opportunities of timber-dependent  
29 communities, value-added forest products firms, and the value-added  
30 forest products industry in Washington state.

31       (2) Provide value-added wood products companies with building  
32 products export development assistance.

33       **Sec. 216.** RCW 43.31.830 and 1993 c 280 s 53 are each amended to  
34 read as follows:

35       (1) It shall be the duty of the director ~~((of community, trade, and~~  
36 ~~economic development))~~ to certify, from the applications received, the

1 state international trade fair or fairs qualified and entitled to  
2 receive funds under RCW 67.16.100, and under rules established by the  
3 director.

4 (2) The director shall make annual allotments to state  
5 international trade fairs determined qualified to be entitled to  
6 participate in the state trade fair fund and shall fix times for the  
7 division of and payment from the state trade fair fund: PROVIDED, That  
8 total payment to any one state international trade fair shall not  
9 exceed sixty thousand dollars in any one year, where participation or  
10 presentation occurs within the United States, and eighty thousand  
11 dollars in any one year, where participation or presentation occurs  
12 outside the United States: PROVIDED FURTHER, That a state  
13 international trade fair may qualify for the full allotment of funds  
14 under either category. Upon certification of the allotment and  
15 division of fair funds by the director the treasurer shall proceed to  
16 pay the same to carry out the purposes of RCW 67.16.100.

17 **Sec. 217.** RCW 43.31.840 and 1993 c 280 s 54 are each amended to  
18 read as follows:

19 The director (~~(of community, trade, and economic development)~~)  
20 shall at the end of each year for which an annual allotment has been  
21 made, conduct a post audit of all of the books and records of each  
22 state international trade fair participating in the state trade fair  
23 fund. The purpose of such post audit shall be to determine how and to  
24 what extent each participating state international trade fair has  
25 expended all of its funds.

26 The audit required by this section shall be a condition to future  
27 allotments of money from the state international trade fair fund, and  
28 the director shall make a report of the findings of each post audit and  
29 shall use such report as a consideration in an application for any  
30 future allocations.

31 **Sec. 218.** RCW 43.31.960 and 1995 c 399 s 72 are each amended to  
32 read as follows:

33 The principal proceeds from the sale of the bonds authorized in RCW  
34 43.31.956 shall be administered by the director (~~(of community, trade,  
35 and economic development)~~)).

1        NEW SECTION.    **Sec. 219.**    In order to extend its services and  
2 programs the department may charge reasonable fees for services,  
3 products, and conferences provided in the areas of financial  
4 assistance, international trade, economic development, and other  
5 service delivery areas, except as otherwise provided. These fees are  
6 not intended to exceed the costs of providing the service or preparing  
7 and distributing the product.

8        NEW SECTION.    **Sec. 220.**    The fees authorized under RCW 70.95H.040  
9 shall be adopted by rule pursuant to chapter 34.05 RCW.

10       NEW SECTION.    **Sec. 221.**    (1) All powers, duties, and functions of  
11 the state energy office relating to energy resource policy and planning  
12 are transferred to the department. All references to the director or  
13 the state energy office in the Revised Code of Washington shall be  
14 construed to mean the director or the department when referring to the  
15 functions transferred in this section.

16       The director shall appoint an assistant director for energy policy,  
17 and energy policy staff shall have no additional responsibilities  
18 beyond activities concerning energy policy.

19       (2)(a) All reports, documents, surveys, books, records, files,  
20 papers, or written material in the possession of the state energy  
21 office pertaining to the powers, functions, and duties transferred  
22 shall be delivered to the custody of the department. All cabinets,  
23 furniture, office equipment, software, data base, motor vehicles, and  
24 other tangible property employed by the state energy office in carrying  
25 out the powers, functions, and duties transferred shall be made  
26 available to the department.

27       (b) Any appropriations made to the state energy office for carrying  
28 out the powers, functions, and duties transferred are transferred and  
29 credited to the department.

30       (c) Whenever any question arises as to the transfer of any funds,  
31 books, documents, records, papers, files, software, data base,  
32 equipment, or other tangible property used or held in the exercise of  
33 the powers and the performance of the duties and functions transferred,  
34 the director of financial management shall make a determination as to  
35 the proper allocation and certify the same to the state agencies  
36 concerned.

1 (3) All rules and all pending business before the state energy  
2 office pertaining to the powers, functions, and duties transferred  
3 shall be continued and acted upon by the department. All existing  
4 contracts and obligations shall remain in full force and shall be  
5 performed by the department.

6 (4) The transfer of the powers, duties, and functions of the state  
7 energy office does not affect the validity of any act performed before  
8 July 1, 2001.

9 (5) If apportionments of budgeted funds are required because of the  
10 transfers directed by this section, the director of the office of  
11 financial management shall certify the apportionments to the agencies  
12 affected, the state auditor, and the state treasurer. Each of these  
13 shall make the appropriate transfer and adjustments in funds and  
14 appropriation.

15 (6) The department shall direct the closure of the financial  
16 records of the state energy office.

17 (7) Responsibility for implementing energy education, applied  
18 research, and technology transfer programs rests with Washington State  
19 University. The department shall provide Washington State University  
20 available existing and future oil overcharge restitution and federal  
21 energy block funding for a minimum period of five years to carry out  
22 energy programs under an interagency agreement with the department.  
23 The interagency agreement shall also outline the working relationship  
24 between the department and Washington State University as it pertains  
25 to the relationship between energy policy development and public  
26 outreach. Nothing in chapter 186, Laws of 1996 prohibits Washington  
27 State University from seeking grant, contract, or fee-for-service  
28 funding for energy or related programs directly from other entities.

29 NEW SECTION. **Sec. 222.** (1) All powers, duties, and functions of  
30 the department of community, trade, and economic development pertaining  
31 to trade and economic development are transferred to the department of  
32 trade and economic development. All references to the director or the  
33 department of community, trade, and economic development in the Revised  
34 Code of Washington shall be construed to mean the director or the  
35 department of trade and economic development when referring to the  
36 functions transferred in this section.

37 (2)(a) All reports, documents, surveys, books, records, files,  
38 papers, or written material in the possession of the department of

1 community, trade, and economic development pertaining to the powers,  
2 functions, and duties transferred shall be delivered to the custody of  
3 the department of trade and economic development. All cabinets,  
4 furniture, office equipment, motor vehicles, and other tangible  
5 property employed by the department of community, trade, and economic  
6 development in carrying out the powers, functions, and duties  
7 transferred shall be made available to the department of trade and  
8 economic development. All funds, credits, or other assets held in  
9 connection with the powers, functions, and duties transferred shall be  
10 assigned to the department of trade and economic development.

11 (b) Any appropriations made to the department of community, trade,  
12 and economic development for carrying out the powers, functions, and  
13 duties transferred shall, on the effective date of this section, be  
14 transferred and credited to the department of trade and economic  
15 development.

16 (c) Whenever any question arises as to the transfer of any  
17 personnel, funds, books, documents, records, papers, files, equipment,  
18 or other tangible property used or held in the exercise of the powers  
19 and the performance of the duties and functions transferred, the  
20 director of financial management shall make a determination as to the  
21 proper allocation and certify the same to the state agencies concerned.

22 (3) All employees of the department of community, trade, and  
23 economic development engaged in performing the powers, functions, and  
24 duties transferred are transferred to the jurisdiction of the  
25 department of trade and economic development. All employees classified  
26 under chapter 41.06 RCW, the state civil service law, are assigned to  
27 the department of trade and economic development to perform their usual  
28 duties upon the same terms as formerly, without any loss of rights,  
29 subject to any action that may be appropriate thereafter in accordance  
30 with the laws and rules governing state civil service.

31 (4) All rules and all pending business before the department of  
32 community, trade, and economic development pertaining to the powers,  
33 functions, and duties transferred shall be continued and acted upon by  
34 the department of trade and economic development. All existing  
35 contracts and obligations shall remain in full force and shall be  
36 performed by the department of trade and economic development.

37 (5) The transfer of the powers, duties, functions, and personnel of  
38 the department of community, trade, and economic development shall not

1 affect the validity of any act performed before the effective date of  
2 this section.

3 (6) If apportionments of budgeted funds are required because of the  
4 transfers directed by this section, the director of financial  
5 management shall certify the apportionments to the agencies affected,  
6 the state auditor, and the state treasurer. Each of these shall make  
7 the appropriate transfer and adjustments in funds and appropriation  
8 accounts and equipment records in accordance with the certification.

9 (7) Nothing contained in this section may be construed to alter any  
10 existing collective bargaining unit or the provisions of any existing  
11 collective bargaining agreement until the agreement has expired or  
12 until the bargaining unit has been modified by action of the personnel  
13 board as provided by law.

14 NEW SECTION. Sec. 223. A new section is added to chapter 41.06  
15 RCW to read as follows:

16 In addition to the exemptions in this chapter, this chapter shall  
17 not apply within the department of trade and economic development to  
18 the director, one confidential secretary, the deputy directors, all  
19 assistant directors, and other positions as may be necessary to  
20 administer the department.

21 NEW SECTION. Sec. 224. RCW 43.31.800 (State international trade  
22 fairs--"Director" defined) and 1993 c 280 s 52, 1987 c 195 s 4, & 1965  
23 c 148 s 2 are each repealed.

24 NEW SECTION. Sec. 225. The following sections are each recodified  
25 as new sections in chapter 43.31 RCW:

- 26 RCW 43.63A.230
- 27 RCW 43.63A.715
- 28 RCW 43.330.060
- 29 RCW 43.330.065
- 30 RCW 43.330.080
- 31 RCW 43.330.090
- 32 RCW 43.330.092
- 33 RCW 43.330.094
- 34 RCW 43.330.095
- 35 RCW 43.330.096
- 36 RCW 43.63A.690

2 PART III

3 REFERENCES TO DEPARTMENT OF COMMUNITY DEVELOPMENT

4 **Sec. 301.** RCW 19.27.070 and 1995 c 399 s 8 are each amended to  
5 read as follows:

6 There is hereby established a state building code council to be  
7 appointed by the governor.

8 (1) The state building code council shall consist of fifteen  
9 members, two of whom shall be county elected legislative body members  
10 or elected executives and two of whom shall be city elected legislative  
11 body members or mayors. One of the members shall be a local government  
12 building code enforcement official and one of the members shall be a  
13 local government fire service official. Of the remaining nine members,  
14 one member shall represent general construction, specializing in  
15 commercial and industrial building construction; one member shall  
16 represent general construction, specializing in residential and  
17 multifamily building construction; one member shall represent the  
18 architectural design profession; one member shall represent the  
19 structural engineering profession; one member shall represent the  
20 mechanical engineering profession; one member shall represent the  
21 construction building trades; one member shall represent manufacturers,  
22 installers, or suppliers of building materials and components; one  
23 member shall be a person with a physical disability and shall represent  
24 the disability community; and one member shall represent the general  
25 public. At least six of these fifteen members shall reside east of the  
26 crest of the Cascade mountains. The council shall include: Two  
27 members of the house of representatives appointed by the speaker of the  
28 house, one from each caucus; two members of the senate appointed by the  
29 president of the senate, one from each caucus; and an employee of the  
30 electrical division of the department of labor and industries, as ex  
31 officio, nonvoting members with all other privileges and rights of  
32 membership. Terms of office shall be for three years. The council  
33 shall elect a member to serve as chair of the council for one-year  
34 terms of office. Any member who is appointed by virtue of being an  
35 elected official or holding public employment shall be removed from the  
36 council if he or she ceases being such an elected official or holding  
37 such public employment. Before making any appointments to the building

1 code council, the governor shall seek nominations from recognized  
2 organizations which represent the entities or interests listed in this  
3 subsection. Members serving on the council on July 28, 1985, may  
4 complete their terms of office. Any vacancy shall be filled by  
5 alternating appointments from governmental and nongovernmental entities  
6 or interests until the council is constituted as required by this  
7 subsection.

8 (2) Members shall not be compensated but shall receive  
9 reimbursement for travel expenses in accordance with RCW 43.03.050 and  
10 43.03.060.

11 (3) The department of community(~~(, trade, and economic)~~)  
12 development shall provide administrative and clerical assistance to the  
13 building code council.

14 **Sec. 302.** RCW 19.27.097 and 1995 c 399 s 9 are each amended to  
15 read as follows:

16 (1) Each applicant for a building permit of a building  
17 necessitating potable water shall provide evidence of an adequate water  
18 supply for the intended use of the building. Evidence may be in the  
19 form of a water right permit from the department of ecology, a letter  
20 from an approved water purveyor stating the ability to provide water,  
21 or another form sufficient to verify the existence of an adequate water  
22 supply. In addition to other authorities, the county or city may  
23 impose conditions on building permits requiring connection to an  
24 existing public water system where the existing system is willing and  
25 able to provide safe and reliable potable water to the applicant with  
26 reasonable economy and efficiency. An application for a water right  
27 shall not be sufficient proof of an adequate water supply.

28 (2) Within counties not required or not choosing to plan pursuant  
29 to RCW 36.70A.040, the county and the state may mutually determine  
30 those areas in the county in which the requirements of subsection (1)  
31 of this section shall not apply. The departments of health and ecology  
32 shall coordinate on the implementation of this section. Should the  
33 county and the state fail to mutually determine those areas to be  
34 designated pursuant to this subsection, the county may petition the  
35 department of community(~~(, trade, and economic)~~) development to mediate  
36 or, if necessary, make the determination.

37 (3) Buildings that do not need potable water facilities are exempt  
38 from the provisions of this section. The department of ecology, after

1 consultation with local governments, may adopt rules to implement this  
2 section, which may recognize differences between high-growth and low-  
3 growth counties.

4 **Sec. 303.** RCW 19.27.150 and 1995 c 399 s 10 are each amended to  
5 read as follows:

6 Every month a copy of the United States department of commerce,  
7 bureau of the census' "report of building or zoning permits issued and  
8 local public construction" or equivalent report shall be transmitted by  
9 the governing bodies of counties and cities to the department of  
10 community(~~(, trade, and economic)~~) development.

11 **Sec. 304.** RCW 19.27.190 and 1996 c 186 s 501 are each amended to  
12 read as follows:

13 (1)(a) Not later than January 1, 1991, the state building code  
14 council, in consultation with the department of community(~~(, trade, and~~  
15 ~~economic)~~) development, shall establish interim requirements for the  
16 maintenance of indoor air quality in newly constructed residential  
17 buildings. In establishing the interim requirements, the council shall  
18 take into consideration differences in heating fuels and heating system  
19 types. These requirements shall be in effect July 1, 1991, through  
20 June 30, 1993.

21 (b) The interim requirements for new electrically space heated  
22 residential buildings shall include ventilation standards which provide  
23 for mechanical ventilation in areas of the residence where water vapor  
24 or cooking odors are produced. The ventilation shall be exhausted to  
25 the outside of the structure. The ventilation standards shall further  
26 provide for the capacity to supply outside air to each bedroom and the  
27 main living area through dedicated supply air inlet locations in walls,  
28 or in an equivalent manner. At least one exhaust fan in the home shall  
29 be controlled by a dehumidistat or clock timer to ensure that  
30 sufficient whole house ventilation is regularly provided as needed.

31 (c)(i) For new single family residences with electric space heating  
32 systems, zero lot line homes, each unit in a duplex, and each attached  
33 housing unit in a planned unit development, the ventilation standards  
34 shall include fifty cubic feet per minute of effective installed  
35 ventilation capacity in each bathroom and one hundred cubic feet per  
36 minute of effective installed ventilation capacity in each kitchen.

1 (ii) For other new residential units with electric space heating  
2 systems the ventilation standards may be satisfied by the installation  
3 of two exhaust fans with a combined effective installed ventilation  
4 capacity of two hundred cubic feet per minute.

5 (iii) Effective installed ventilation capacity means the capability  
6 to deliver the specified ventilation rates for the actual design of the  
7 ventilation system. Natural ventilation and infiltration shall not be  
8 considered acceptable substitutes for mechanical ventilation.

9 (d) For new residential buildings that are space heated with other  
10 than electric space heating systems, the interim standards shall be  
11 designed to result in indoor air quality equivalent to that achieved  
12 with the interim ventilation standards for electric space heated homes.

13 (e) The interim requirements for all newly constructed residential  
14 buildings shall include standards for indoor air quality pollutant  
15 source control, including the following requirements: All structural  
16 panel components of the residence shall comply with appropriate  
17 standards for the emission of formaldehyde; the back-drafting of  
18 combustion by-products from combustion appliances shall be minimized  
19 through the use of dampers, vents, outside combustion air sources, or  
20 other appropriate technologies; and, in areas of the state where  
21 monitored data indicate action is necessary to inhibit indoor radon gas  
22 concentrations from exceeding appropriate health standards, entry of  
23 radon gas into homes shall be minimized through appropriate foundation  
24 construction measures.

25 (2) No later than January 1, 1993, the state building code council,  
26 in consultation with the department of community(~~(, trade, and~~  
27 ~~economic~~)) development, shall establish final requirements for the  
28 maintenance of indoor air quality in newly constructed residences to be  
29 in effect beginning July 1, 1993. For new electrically space heated  
30 residential buildings, these requirements shall maintain indoor air  
31 quality equivalent to that provided by the mechanical ventilation and  
32 indoor air pollutant source control requirements included in the  
33 February 7, 1989, Bonneville power administration record of decision  
34 for the environmental impact statement on new energy efficient homes  
35 programs (DOE/EIS-0127F) built with electric space heating. In  
36 residential units other than single family, zero lot line, duplexes,  
37 and attached housing units in planned unit developments, ventilation  
38 requirements may be satisfied by the installation of two exhaust fans  
39 with a combined effective installed ventilation capacity of two hundred

1 cubic feet per minute. For new residential buildings that are space  
2 heated with other than electric space heating systems, the standards  
3 shall be designed to result in indoor air quality equivalent to that  
4 achieved with the ventilation and source control standards for electric  
5 space heated homes. In establishing the final requirements, the  
6 council shall take into consideration differences in heating fuels and  
7 heating system types.

8 **Sec. 305.** RCW 27.34.020 and 1995 c 399 s 13 are each amended to  
9 read as follows:

10 Unless the context clearly requires otherwise, the definitions in  
11 this section apply throughout this chapter:

12 (1) "Advisory council" means the advisory council on historic  
13 preservation.

14 (2) "Department" means the department of community(~~(, trade, and~~  
15 ~~economic))~~ development.

16 (3) "Director" means the director of community(~~(, trade, and~~  
17 ~~economic))~~ development.

18 (4) "Federal act" means the national historic preservation act of  
19 1966 (Public Law 89-655; 80 Stat. 915).

20 (5) "Heritage council" means the Washington state heritage council.

21 (6) "Historic preservation" includes the protection,  
22 rehabilitation, restoration, identification, scientific excavation, and  
23 reconstruction of districts, sites, buildings, structures, and objects  
24 significant in American and Washington state history, architecture,  
25 archaeology, or culture.

26 (7) "Office" means the office of archaeology and historic  
27 preservation within the department.

28 (8) "Preservation officer" means the state historic preservation  
29 officer as provided for in RCW 27.34.210.

30 (9) "Project" means programs leading to the preservation for public  
31 benefit of historical properties, whether by state and local  
32 governments or other public bodies, or private organizations or  
33 individuals, including the acquisition of title or interests in, and  
34 the development of, any district, site, building, structure, or object  
35 that is significant in American and Washington state history,  
36 architecture, archaeology, or culture, and property used in connection  
37 therewith, or for its development.

1 (10) "State historical agencies" means the state historical  
2 societies and the office of archaeology and historic preservation  
3 within the department.

4 (11) "State historical societies" means the Washington state  
5 historical society and the eastern Washington state historical society.

6 (12) "Cultural resource management plan" means a comprehensive plan  
7 which identifies and organizes information on the state of Washington's  
8 historic, archaeological, and architectural resources into a set of  
9 management criteria, and which is to be used for producing reliable  
10 decisions, recommendations, and advice relative to the identification,  
11 evaluation, and protection of these resources.

12 **Sec. 306.** RCW 27.34.310 and 1995 c 399 s 15 are each amended to  
13 read as follows:

14 Unless the context clearly requires otherwise, the following  
15 definitions apply throughout RCW 27.34.320.

16 (1) "Agency" means the state agency, department, or institution  
17 that has ownership of historic property.

18 (2) "Historic properties" means those buildings, sites, objects,  
19 structures, and districts that are listed in or eligible for listing in  
20 the National Register of Historic Places.

21 (3) "Office" means the office of archaeology and historic  
22 preservation within the department of community(~~(, trade, and~~  
23 ~~economic~~)) development.

24 **Sec. 307.** RCW 27.53.030 and 1995 c 399 s 16 are each amended to  
25 read as follows:

26 Unless the context clearly requires otherwise, the definitions  
27 contained in this section shall apply throughout this chapter.

28 (1) "Archaeology" means systematic, scientific study of man's past  
29 through material remains.

30 (2) "Archaeological object" means an object that comprises the  
31 physical evidence of an indigenous and subsequent culture including  
32 material remains of past human life including monuments, symbols,  
33 tools, facilities, and technological by-products.

34 (3) "Archaeological site" means a geographic locality in  
35 Washington, including but not limited to, submerged and submersible  
36 lands and the bed of the sea within the state's jurisdiction, that  
37 contains archaeological objects.

1 (4) "Department" means the department of community(~~(, trade, and~~  
2 economic)) development.

3 (5) "Director" means the director of community(~~(, trade, and~~  
4 economic)) development or the director's designee.

5 (6) "Historic" means peoples and cultures who are known through  
6 written documents in their own or other languages. As applied to  
7 underwater archaeological resources, the term historic shall include  
8 only those properties which are listed in or eligible for listing in  
9 the Washington State Register of Historic Places (RCW 27.34.220) or the  
10 National Register of Historic Places as defined in the National  
11 Historic Preservation Act of 1966 (Title 1, Sec. 101, Public Law 89-  
12 665; 80 Stat. 915; 16 U.S.C. Sec. 470) as now or hereafter amended.

13 (7) "Prehistoric" means peoples and cultures who are unknown  
14 through contemporaneous written documents in any language.

15 (8) "Professional archaeologist" means a person who has met the  
16 educational, training, and experience requirements of the (~~society~~)  
17 register of professional archaeologists.

18 (9) "Qualified archaeologist" means a person who has had formal  
19 training and/or experience in archaeology over a period of at least  
20 three years, and has been certified in writing to be a qualified  
21 archaeologist by two professional archaeologists.

22 (10) "Amateur society" means any organization composed primarily of  
23 persons who are not professional archaeologists, whose primary interest  
24 is in the archaeological resources of the state, and which has been  
25 certified in writing by two professional archaeologists.

26 (11) "Historic archaeological resources" means those properties  
27 which are listed in or eligible for listing in the Washington State  
28 Register of Historic Places (RCW 27.34.220) or the National Register of  
29 Historic Places as defined in the National Historic Preservation Act of  
30 1966 (Title 1, Sec. 101, Public Law 89-665; 80 Stat. 915; 16 U.S.C.  
31 Sec. 470) as now or hereafter amended.

32 **Sec. 308.** RCW 28A.215.110 and 1999 c 350 s 1 are each amended to  
33 read as follows:

34 Unless the context clearly requires otherwise, the definitions in  
35 this section apply throughout RCW 28A.215.100 through 28A.215.200 and  
36 28A.215.900 through 28A.215.908.

37 (1) "Advisory committee" means the advisory committee under RCW  
38 28A.215.140.

1 (2) "Department" means the department of community(~~(, trade, and~~  
2 ~~economic~~)) development.

3 (3) "Eligible child" means a child not eligible for kindergarten  
4 whose family income is at or below one hundred ten percent of the  
5 federal poverty level, as published annually by the federal department  
6 of health and human services, and includes a child whose family is  
7 eligible for public assistance, and who is not a participant in a  
8 federal or state program providing comprehensive services and may  
9 include children who are eligible under rules adopted by the department  
10 if the number of such children equals not more than ten percent of the  
11 total enrollment in the early childhood program. Priority for  
12 enrollment shall be given to children from families with the lowest  
13 income or to eligible children from families with multiple needs.

14 (4) "Approved programs" means those state-supported education and  
15 special assistance programs which are recognized by the department of  
16 community(~~(, trade, and economic~~)) development as meeting the minimum  
17 program rules adopted by the department to qualify under RCW  
18 28A.215.100 through 28A.215.200 and 28A.215.900 through 28A.215.908 and  
19 are designated as eligible for funding by the department under RCW  
20 28A.215.160 and 28A.215.180.

21 (5) "Comprehensive" means an assistance program that focuses on the  
22 needs of the child and includes education, health, and family support  
23 services.

24 (6) "Family support services" means providing opportunities for  
25 parents to:

- 26 (a) Actively participate in their child's early childhood program;
- 27 (b) Increase their knowledge of child development and parenting  
28 skills;
- 29 (c) Further their education and training;
- 30 (d) Increase their ability to use needed services in the community;
- 31 (e) Increase their self-reliance.

32 **Sec. 309.** RCW 28A.215.120 and 1994 c 166 s 4 are each amended to  
33 read as follows:

34 The department of community(~~(, trade, and economic~~)) development  
35 shall administer a state-supported early childhood education and  
36 assistance program to assist eligible children with educational,  
37 social, health, nutritional, and cultural development to enhance their  
38 opportunity for success in the common school system. Eligible children

1 shall be admitted to approved early childhood programs to the extent  
2 that the legislature provides funds, and additional eligible children  
3 may be admitted to the extent that grants and contributions from  
4 community sources provide sufficient funds for a program equivalent to  
5 that supported by state funds.

6 **Sec. 310.** RCW 28A.300.160 and 1995 c 399 s 21 are each amended to  
7 read as follows:

8 (1) The office of the superintendent of public instruction shall be  
9 the lead agency and shall assist the department of social and health  
10 services, the department of community(~~(, trade, and economic)~~)  
11 development, and school districts in establishing a coordinated primary  
12 prevention program for child abuse and neglect.

13 (2) In developing the program, consideration shall be given to the  
14 following:

15 (a) Parent, teacher, and children's workshops whose information and  
16 training is:

17 (i) Provided in a clear, age-appropriate, nonthreatening manner,  
18 delineating the problem and the range of possible solutions;

19 (ii) Culturally and linguistically appropriate to the population  
20 served;

21 (iii) Appropriate to the geographic area served; and

22 (iv) Designed to help counteract common stereotypes about child  
23 abuse victims and offenders;

24 (b) Training for school age children's parents and school staff,  
25 which includes:

26 (i) Physical and behavioral indicators of abuse;

27 (ii) Crisis counseling techniques;

28 (iii) Community resources;

29 (iv) Rights and responsibilities regarding reporting;

30 (v) School district procedures to facilitate reporting and apprise  
31 supervisors and administrators of reports; and

32 (vi) Caring for a child's needs after a report is made;

33 (c) Training for licensed day care providers and parents that  
34 includes:

35 (i) Positive child guidance techniques;

36 (ii) Physical and behavioral indicators of abuse;

37 (iii) Recognizing and providing safe, quality day care;

38 (iv) Community resources;

- 1 (v) Rights and responsibilities regarding reporting; and
- 2 (vi) Caring for the abused or neglected child;
- 3 (d) Training for children that includes:
- 4 (i) The right of every child to live free of abuse;
- 5 (ii) How to disclose incidents of abuse and neglect;
- 6 (iii) The availability of support resources and how to obtain help;
- 7 (iv) Child safety training and age-appropriate self-defense
- 8 techniques; and

9 (v) A period for crisis counseling and reporting immediately  
10 following the completion of each children's workshop in a school  
11 setting which maximizes the child's privacy and sense of safety.

12 (3) The primary prevention program established under this section  
13 shall be a voluntary program and shall not be part of the basic program  
14 of education.

15 (4) Parents shall be given notice of the primary prevention program  
16 and may refuse to have their children participate in the program.

17 **Sec. 311.** RCW 28B.06.030 and 1995 c 335 s 303 are each amended to  
18 read as follows:

19 (1) The state board for community and technical colleges, in  
20 consultation with the department of community(~~(, trade, and economic)~~)  
21 development, the department of social and health services, the  
22 superintendent of public instruction, and community-based, nonprofit  
23 providers of adult literacy services, shall develop an adult literacy  
24 program to serve eligible parents as defined under RCW ((~~28A.610.020~~)  
25 28B.06.020). The program shall give priority to serving parents with  
26 children who have not yet enrolled in school or are in grades  
27 kindergarten through three.

28 (2) In addition to providing basic skills instruction to eligible  
29 parents, the program may include other program components which may  
30 include transportation, child care, and such other directly necessary  
31 activities as may be necessary to accomplish the purposes of this  
32 chapter.

33 (3) Parents who elect to participate in training or work programs,  
34 as a condition of receiving public assistance, shall have the hours  
35 spent in parent participation programs, conducted as part of a federal  
36 head start program, or the state early childhood education and  
37 assistance program under RCW 28A.215.100 through 28A.215.200 and  
38 28A.215.900 through 28A.215.908, or parent literacy programs under this

1 chapter, counted toward the fulfillment of their work and training  
2 obligation for the receipt of public assistance.

3 (4) State funds as may be appropriated for project even start shall  
4 be used solely to expand and complement, but not supplant, federal  
5 funds for adult literary programs.

6 (5) The state board for community and technical colleges shall  
7 adopt rules as necessary to carry out the purposes of this chapter.

8 **Sec. 312.** RCW 34.05.330 and 1998 c 280 s 5 are each amended to  
9 read as follows:

10 (1) Any person may petition an agency requesting the adoption,  
11 amendment, or repeal of any rule. The office of financial management  
12 shall prescribe by rule the format for such petitions and the procedure  
13 for their submission, consideration, and disposition and provide a  
14 standard form that may be used to petition any agency. Within sixty  
15 days after submission of a petition, the agency shall either (a) deny  
16 the petition in writing, stating (i) its reasons for the denial,  
17 specifically addressing the concerns raised by the petitioner, and,  
18 where appropriate, (ii) the alternative means by which it will address  
19 the concerns raised by the petitioner, or (b) initiate rule-making  
20 proceedings in accordance with RCW 34.05.320.

21 (2) If an agency denies a petition to repeal or amend a rule  
22 submitted under subsection (1) of this section, and the petition  
23 alleges that the rule is not within the intent of the legislature or  
24 was not adopted in accordance with all applicable provisions of law,  
25 the person may petition for review of the rule by the joint  
26 administrative rules review committee under RCW 34.05.655.

27 (3) If an agency denies a petition to repeal or amend a rule  
28 submitted under subsection (1) of this section, the petitioner, within  
29 thirty days of the denial, may appeal the denial to the governor. The  
30 governor shall immediately file notice of the appeal with the code  
31 reviser for publication in the Washington state register. Within  
32 forty-five days after receiving the appeal, the governor shall either  
33 (a) deny the petition in writing, stating (i) his or her reasons for  
34 the denial, specifically addressing the concerns raised by the  
35 petitioner, and, (ii) where appropriate, the alternative means by which  
36 he or she will address the concerns raised by the petitioner; (b) for  
37 agencies listed in RCW 43.17.010, direct the agency to initiate rule-  
38 making proceedings in accordance with this chapter; or (c) for agencies

1 not listed in RCW 43.17.010, recommend that the agency initiate rule-  
2 making proceedings in accordance with this chapter. The governor's  
3 response to the appeal shall be published in the Washington state  
4 register and copies shall be submitted to the chief clerk of the house  
5 of representatives and the secretary of the senate.

6 (4) In petitioning for repeal or amendment of a rule under this  
7 section, a person is encouraged to address, among other concerns:

8 (a) Whether the rule is authorized;

9 (b) Whether the rule is needed;

10 (c) Whether the rule conflicts with or duplicates other federal,  
11 state, or local laws;

12 (d) Whether alternatives to the rule exist that will serve the same  
13 purpose at less cost;

14 (e) Whether the rule applies differently to public and private  
15 entities;

16 (f) Whether the rule serves the purposes for which it was adopted;

17 (g) Whether the costs imposed by the rule are unreasonable;

18 (h) Whether the rule is clearly and simply stated;

19 (i) Whether the rule is different than a federal law applicable to  
20 the same activity or subject matter without adequate justification; and

21 (j) Whether the rule was adopted according to all applicable  
22 provisions of law.

23 (5) The department of community(~~(, trade, and economic)~~)  
24 development and the office of financial management shall coordinate  
25 efforts among agencies to inform the public about the existence of this  
26 rules review process.

27 (6) The office of financial management shall initiate the rule  
28 making required by subsection (1) of this section by September 1, 1995.

29 **Sec. 313.** RCW 35.02.260 and 1995 c 399 s 34 are each amended to  
30 read as follows:

31 The department of community(~~(, trade, and economic)~~) development  
32 shall identify federal, state, and local agencies that should receive  
33 notification that a new city or town is about to incorporate and shall  
34 assist newly formed cities and towns during the interim period before  
35 the official date of incorporation in providing such notification to  
36 the identified agencies.

1       **Sec. 314.** RCW 35.21.300 and 1995 c 399 s 36 are each amended to  
2 read as follows:

3       (1) The lien for charges for service by a city waterworks, or  
4 electric light or power plant may be enforced only by cutting off the  
5 service until the delinquent and unpaid charges are paid, except that  
6 until June 30, 1991, utility service for residential space heating may  
7 be terminated between November 15<sup>th</sup> and March 15<sup>th</sup> only as provided in  
8 subsections (2) and (4) of this section. In the event of a disputed  
9 account and tender by the owner of the premises of the amount the owner  
10 claims to be due before the service is cut off, the right to refuse  
11 service to any premises shall not accrue until suit has been entered by  
12 the city and judgment entered in the case.

13       (2) Utility service for residential space heating shall not be  
14 terminated between November 15<sup>th</sup> through March 15<sup>th</sup> if the customer:

15       (a) Notifies the utility of the inability to pay the bill,  
16 including a security deposit. This notice should be provided within  
17 five business days of receiving a payment overdue notice unless there  
18 are extenuating circumstances. If the customer fails to notify the  
19 utility within five business days and service is terminated, the  
20 customer can, by paying reconnection charges, if any, and fulfilling  
21 the requirements of this section, receive the protections of this  
22 chapter;

23       (b) Provides self-certification of household income for the prior  
24 twelve months to a grantee of the department of community(~~trade~~, and  
25 ~~economic~~)) development which administers federally funded energy  
26 assistance programs. The grantee shall determine that the household  
27 income does not exceed the maximum allowed for eligibility under the  
28 state's plan for low-income energy assistance under 42 U.S.C. 8624 and  
29 shall provide a dollar figure that is seven percent of household  
30 income. The grantee may verify information in the self-certification;

31       (c) Has applied for home heating assistance from applicable  
32 government and private sector organizations and certifies that any  
33 assistance received will be applied to the current bill and future  
34 utility bills;

35       (d) Has applied for low-income weatherization assistance to the  
36 utility or other appropriate agency if such assistance is available for  
37 the dwelling;

38       (e) Agrees to a payment plan and agrees to maintain the payment  
39 plan. The plan will be designed both to pay the past due bill by the

1 following October 15<sup>th</sup> and to pay for continued utility service. If  
2 the past due bill is not paid by the following October 15<sup>th</sup>, the  
3 customer shall not be eligible for protections under this chapter until  
4 the past due bill is paid. The plan shall not require monthly payments  
5 in excess of seven percent of the customer's monthly income plus one-  
6 twelfth of any arrearage accrued from the date application is made and  
7 thereafter during November 15<sup>th</sup> through March 15<sup>th</sup>. A customer may  
8 agree to pay a higher percentage during this period, but shall not be  
9 in default unless payment during this period is less than seven percent  
10 of monthly income plus one-twelfth of any arrearage accrued from the  
11 date application is made and thereafter. If assistance payments are  
12 received by the customer subsequent to implementation of the plan, the  
13 customer shall contact the utility to reformulate the plan; and

14 (f) Agrees to pay the moneys owed even if he or she moves.

15 (3) The utility shall:

16 (a) Include in any notice that an account is delinquent and that  
17 service may be subject to termination, a description of the customer's  
18 duties in this section;

19 (b) Assist the customer in fulfilling the requirements under this  
20 section;

21 (c) Be authorized to transfer an account to a new residence when a  
22 customer who has established a plan under this section moves from one  
23 residence to another within the same utility service area;

24 (d) Be permitted to disconnect service if the customer fails to  
25 honor the payment program. Utilities may continue to disconnect  
26 service for those practices authorized by law other than for nonpayment  
27 as provided for in this section. Customers who qualify for payment  
28 plans under this section who default on their payment plans and are  
29 disconnected can be reconnected and maintain the protections afforded  
30 under this chapter by paying reconnection charges, if any, and by  
31 paying all amounts that would have been due and owing under the terms  
32 of the applicable payment plan, absent default, on the date on which  
33 service is reconnected; and

34 (e) Advise the customer in writing at the time it disconnects  
35 service that it will restore service if the customer contacts the  
36 utility and fulfills the other requirements of this section.

37 (4) All municipal utilities shall offer residential customers the  
38 option of a budget billing or equal payment plan. The budget billing  
39 or equal payment plan shall be offered low-income customers eligible

1 under the state's plan for low-income energy assistance prepared in  
2 accordance with 42 U.S.C. 8624(C)(1) without limiting availability to  
3 certain months of the year, without regard to the length of time the  
4 customer has occupied the premises, and without regard to whether the  
5 customer is the tenant or owner of the premises occupied.

6 (5) An agreement between the customer and the utility, whether oral  
7 or written, shall not waive the protections afforded under this  
8 chapter.

9 **Sec. 315.** RCW 35.21.687 and 1995 c 399 s 37 are each amended to  
10 read as follows:

11 (1) Every city and town, including every code city operating under  
12 Title 35A RCW, shall identify and catalog real property owned by the  
13 city or town that is no longer required for its purposes and is  
14 suitable for the development of affordable housing for very low-income,  
15 low-income, and moderate-income households as defined in RCW 43.63A.510  
16 (as recodified by this act). The inventory shall include the location,  
17 approximate size, and current zoning classification of the property.  
18 Every city and town shall provide a copy of the inventory to the  
19 department of community(~~(, trade, and economic)~~) development by  
20 November 1, 1993, with inventory revisions each November 1st  
21 thereafter.

22 (2) By November 1st of each year, beginning in 1994, every city and  
23 town, including every code city operating under Title 35A RCW, shall  
24 purge the inventory of real property of sites that are no longer  
25 available for the development of affordable housing. The inventory  
26 revision shall also contain a list of real property that has become  
27 available since the last update. As used in this section, "real  
28 property" means buildings, land, or buildings and land.

29 **Sec. 316.** RCW 35.21.779 and 1995 c 399 s 39 are each amended to  
30 read as follows:

31 (1) In cities or towns where the estimated value of state-owned  
32 facilities constitutes ten percent or more of the total assessed  
33 valuation, the state agency or institution owning the facilities shall  
34 contract with the city or town to pay an equitable share for fire  
35 protection services. The contract shall be negotiated as provided in  
36 subsections (2) through (6) of this section and shall provide for  
37 payment by the agency or institution to the city or town.

1 (2) A city or town seeking to enter into fire protection contract  
2 negotiations shall provide written notification to the department of  
3 community(~~(, trade, and economic)~~) development and the state agencies  
4 or institutions that own property within the jurisdiction, of its  
5 intent to contract for fire protection services. Where there are  
6 multiple state agencies located within a single jurisdiction, a city  
7 may choose to notify only the department of community(~~(, trade, and  
8 economic)~~) development, which in turn shall notify the agencies or  
9 institution that own property within the jurisdiction of the city's  
10 intent to contract for fire protection services. Any such notification  
11 shall be based on the valuation procedures, based on commonly accepted  
12 standards, adopted by the department of community(~~(, trade, and  
13 economic)~~) development in consultation with the department of general  
14 administration and the association of Washington cities.

15 (3) The department of community(~~(, trade, and economic)~~)  
16 development shall review any such notification to ensure that the  
17 valuation procedures and results are accurate. The department will  
18 notify each affected city or town and state agency or institution of  
19 the results of their review within thirty days of receipt of  
20 notification.

21 (4) The parties negotiating fire protection contracts under this  
22 section shall conduct those negotiations in good faith. Whenever there  
23 are multiple state agencies located within a single jurisdiction, every  
24 effort shall be made by the state to consolidate negotiations on behalf  
25 of all affected agencies.

26 (5) In the event of notification by one of the parties that an  
27 agreement cannot be reached on the terms and conditions of a fire  
28 protection contract, the director of the department of community(~~(,  
29 trade, and economic)~~) development shall mediate a resolution of the  
30 disagreement. In the event of a continued impasse, the director of the  
31 department of community(~~(, trade, and economic)~~) development shall  
32 recommend a resolution.

33 (6) If the parties reject the recommendation of the director and an  
34 impasse continues, the director shall direct the parties to  
35 arbitration. The parties shall agree on a neutral arbitrator, and the  
36 fees and expenses of the arbitrator shall be shared equally between the  
37 parties. The arbitration shall be a final offer, total arbitration,  
38 with the arbitrator empowered only to pick the final offer of one of  
39 the parties or the recommended resolution by the director of the

1 department of community(~~(, trade, and economic)~~) development. The  
2 decision of the arbitrator shall be final, binding, and nonappealable  
3 on the parties.

4 (7) The provisions of this section shall not apply if a city or  
5 town and a state agency or institution have contracted pursuant to RCW  
6 35.21.775.

7 (8) The provisions of this section do not apply to cities and towns  
8 not meeting the conditions in subsection (1) of this section. Cities  
9 and towns not meeting the conditions of subsection (1) of this section  
10 may enter into contracts pursuant to RCW 35.21.775.

11 **Sec. 317.** RCW 36.27.100 and 1995 c 399 s 41 are each amended to  
12 read as follows:

13 The legislature recognizes that, due to the magnitude or volume of  
14 offenses in a given area of the state, there is a recurring need for  
15 supplemental assistance in the prosecuting of drug and drug-related  
16 offenses that can be directed to the area of the state with the  
17 greatest need for short-term assistance. A statewide drug prosecution  
18 assistance program is created within the department of community(~~(, trade, and economic)~~)  
19 development to assist county prosecuting  
20 attorneys in the prosecution of drug and drug-related offenses.

21 **Sec. 318.** RCW 36.34.137 and 1993 c 461 s 5 are each amended to  
22 read as follows:

23 (1) Every county shall identify and catalog real property owned by  
24 the county that is no longer required for its purposes and is suitable  
25 for the development of affordable housing for very low-income, low-  
26 income, and moderate-income households as defined in RCW 43.63A.510 (as  
27 recodified by this act). The inventory shall include the location,  
28 approximate size, and current zoning classification of the property.  
29 Every county shall provide a copy of the inventory to the department of  
30 community development by November 1, 1993, with inventory revisions  
31 each November 1<sup>st</sup> thereafter.

32 (2) By November 1<sup>st</sup> of each year, beginning in 1994, every county  
33 shall purge the inventory of real property of sites that are no longer  
34 available for the development of affordable housing. The inventory  
35 revision shall include an updated listing of real property that has  
36 become available since the last update. As used in this section, "real  
37 property" means buildings, land, or buildings and land.

1       **Sec. 319.** RCW 36.70A.030 and 1997 c 429 s 3 are each amended to  
2 read as follows:

3       Unless the context clearly requires otherwise, the definitions in  
4 this section apply throughout this chapter.

5       (1) "Adopt a comprehensive land use plan" means to enact a new  
6 comprehensive land use plan or to update an existing comprehensive land  
7 use plan.

8       (2) "Agricultural land" means land primarily devoted to the  
9 commercial production of horticultural, viticultural, floricultural,  
10 dairy, apiary, vegetable, or animal products or of berries, grain, hay,  
11 straw, turf, seed, Christmas trees not subject to the excise tax  
12 imposed by RCW 84.33.100 through 84.33.140, finfish in upland  
13 hatcheries, or livestock, and that has long-term commercial  
14 significance for agricultural production.

15       (3) "City" means any city or town, including a code city.

16       (4) "Comprehensive land use plan," "comprehensive plan," or "plan"  
17 means a generalized coordinated land use policy statement of the  
18 governing body of a county or city that is adopted pursuant to this  
19 chapter.

20       (5) "Critical areas" include the following areas and ecosystems:  
21 (a) Wetlands; (b) areas with a critical recharging effect on aquifers  
22 used for potable water; (c) fish and wildlife habitat conservation  
23 areas; (d) frequently flooded areas; and (e) geologically hazardous  
24 areas.

25       (6) "Department" means the department of community(~~(, trade, and~~  
26 ~~economic)) development.~~

27       (7) "Development regulations" or "regulation" means the controls  
28 placed on development or land use activities by a county or city,  
29 including, but not limited to, zoning ordinances, critical areas  
30 ordinances, shoreline master programs, official controls, planned unit  
31 development ordinances, subdivision ordinances, and binding site plan  
32 ordinances together with any amendments thereto. A development  
33 regulation does not include a decision to approve a project permit  
34 application, as defined in RCW 36.70B.020, even though the decision may  
35 be expressed in a resolution or ordinance of the legislative body of  
36 the county or city.

37       (8) "Forest land" means land primarily devoted to growing trees for  
38 long-term commercial timber production on land that can be economically  
39 and practically managed for such production, including Christmas trees

1 subject to the excise tax imposed under RCW 84.33.100 through  
2 84.33.140, and that has long-term commercial significance. In  
3 determining whether forest land is primarily devoted to growing trees  
4 for long-term commercial timber production on land that can be  
5 economically and practically managed for such production, the following  
6 factors shall be considered: (a) The proximity of the land to urban,  
7 suburban, and rural settlements; (b) surrounding parcel size and the  
8 compatibility and intensity of adjacent and nearby land uses; (c) long-  
9 term local economic conditions that affect the ability to manage for  
10 timber production; and (d) the availability of public facilities and  
11 services conducive to conversion of forest land to other uses.

12 (9) "Geologically hazardous areas" means areas that because of  
13 their susceptibility to erosion, sliding, earthquake, or other  
14 geological events, are not suited to the siting of commercial,  
15 residential, or industrial development consistent with public health or  
16 safety concerns.

17 (10) "Long-term commercial significance" includes the growing  
18 capacity, productivity, and soil composition of the land for long-term  
19 commercial production, in consideration with the land's proximity to  
20 population areas, and the possibility of more intense uses of the land.

21 (11) "Minerals" include gravel, sand, and valuable metallic  
22 substances.

23 (12) "Public facilities" include streets, roads, highways,  
24 sidewalks, street and road lighting systems, traffic signals, domestic  
25 water systems, storm and sanitary sewer systems, parks and recreational  
26 facilities, and schools.

27 (13) "Public services" include fire protection and suppression, law  
28 enforcement, public health, education, recreation, environmental  
29 protection, and other governmental services.

30 (14) "Rural character" refers to the patterns of land use and  
31 development established by a county in the rural element of its  
32 comprehensive plan:

33 (a) In which open space, the natural landscape, and vegetation  
34 predominate over the built environment;

35 (b) That foster traditional rural lifestyles, rural-based  
36 economies, and opportunities to both live and work in rural areas;

37 (c) That provide visual landscapes that are traditionally found in  
38 rural areas and communities;

1 (d) That are compatible with the use of the land by wildlife and  
2 for fish and wildlife habitat;

3 (e) That reduce the inappropriate conversion of undeveloped land  
4 into sprawling, low-density development;

5 (f) That generally do not require the extension of urban  
6 governmental services; and

7 (g) That are consistent with the protection of natural surface  
8 water flows and ground water and surface water recharge and discharge  
9 areas.

10 (15) "Rural development" refers to development outside the urban  
11 growth area and outside agricultural, forest, and mineral resource  
12 lands designated pursuant to RCW 36.70A.170. Rural development can  
13 consist of a variety of uses and residential densities, including  
14 clustered residential development, at levels that are consistent with  
15 the preservation of rural character and the requirements of the rural  
16 element. Rural development does not refer to agriculture or forestry  
17 activities that may be conducted in rural areas.

18 (16) "Rural governmental services" or "rural services" include  
19 those public services and public facilities historically and typically  
20 delivered at an intensity usually found in rural areas, and may include  
21 domestic water systems, fire and police protection services,  
22 transportation and public transit services, and other public utilities  
23 associated with rural development and normally not associated with  
24 urban areas. Rural services do not include storm or sanitary sewers,  
25 except as otherwise authorized by RCW 36.70A.110(4).

26 (17) "Urban growth" refers to growth that makes intensive use of  
27 land for the location of buildings, structures, and impermeable  
28 surfaces to such a degree as to be incompatible with the primary use of  
29 land for the production of food, other agricultural products, or fiber,  
30 or the extraction of mineral resources, rural uses, rural development,  
31 and natural resource lands designated pursuant to RCW 36.70A.170. A  
32 pattern of more intensive rural development, as provided in RCW  
33 36.70A.070(5)(d), is not urban growth. When allowed to spread over  
34 wide areas, urban growth typically requires urban governmental  
35 services. "Characterized by urban growth" refers to land having urban  
36 growth located on it, or to land located in relationship to an area  
37 with urban growth on it as to be appropriate for urban growth.

38 (18) "Urban growth areas" means those areas designated by a county  
39 pursuant to RCW 36.70A.110.

1 (19) "Urban governmental services" or "urban services" include  
2 those public services and public facilities at an intensity  
3 historically and typically provided in cities, specifically including  
4 storm and sanitary sewer systems, domestic water systems, street  
5 cleaning services, fire and police protection services, public transit  
6 services, and other public utilities associated with urban areas and  
7 normally not associated with rural areas.

8 (20) "Wetland" or "wetlands" means areas that are inundated or  
9 saturated by surface water or ground water at a frequency and duration  
10 sufficient to support, and that under normal circumstances do support,  
11 a prevalence of vegetation typically adapted for life in saturated soil  
12 conditions. Wetlands generally include swamps, marshes, bogs, and  
13 similar areas. Wetlands do not include those artificial wetlands  
14 intentionally created from nonwetland sites, including, but not limited  
15 to, irrigation and drainage ditches, grass-lined swales, canals,  
16 detention facilities, wastewater treatment facilities, farm ponds, and  
17 landscape amenities, or those wetlands created after July 1, 1990, that  
18 were unintentionally created as a result of the construction of a road,  
19 street, or highway. Wetlands may include those artificial wetlands  
20 intentionally created from nonwetland areas created to mitigate  
21 conversion of wetlands.

22 **Sec. 320.** RCW 36.70A.040 and 2000 c 36 s 1 are each amended to  
23 read as follows:

24 (1) Each county that has both a population of fifty thousand or  
25 more and, until May 16, 1995, has had its population increase by more  
26 than ten percent in the previous ten years or, on or after May 16,  
27 1995, has had its population increase by more than seventeen percent in  
28 the previous ten years, and the cities located within such county, and  
29 any other county regardless of its population that has had its  
30 population increase by more than twenty percent in the previous ten  
31 years, and the cities located within such county, shall conform with  
32 all of the requirements of this chapter. However, the county  
33 legislative authority of such a county with a population of less than  
34 fifty thousand population may adopt a resolution removing the county,  
35 and the cities located within the county, from the requirements of  
36 adopting comprehensive land use plans and development regulations under  
37 this chapter if this resolution is adopted and filed with the  
38 department by December 31, 1990, for counties initially meeting this

1 set of criteria, or within sixty days of the date the office of  
2 financial management certifies that a county meets this set of criteria  
3 under subsection (5) of this section. For the purposes of this  
4 subsection, a county not currently planning under this chapter is not  
5 required to include in its population count those persons confined in  
6 a correctional facility under the jurisdiction of the department of  
7 corrections that is located in the county.

8 Once a county meets either of these sets of criteria, the  
9 requirement to conform with all of the requirements of this chapter  
10 remains in effect, even if the county no longer meets one of these sets  
11 of criteria.

12 (2) The county legislative authority of any county that does not  
13 meet either of the sets of criteria established under subsection (1) of  
14 this section may adopt a resolution indicating its intention to have  
15 subsection (1) of this section apply to the county. Each city, located  
16 in a county that chooses to plan under this subsection, shall conform  
17 with all of the requirements of this chapter. Once such a resolution  
18 has been adopted, the county and the cities located within the county  
19 remain subject to all of the requirements of this chapter.

20 (3) Any county or city that is initially required to conform with  
21 all of the requirements of this chapter under subsection (1) of this  
22 section shall take actions under this chapter as follows: (a) The  
23 county legislative authority shall adopt a countywide planning policy  
24 under RCW 36.70A.210; (b) the county and each city located within the  
25 county shall designate critical areas, agricultural lands, forest  
26 lands, and mineral resource lands, and adopt development regulations  
27 conserving these designated agricultural lands, forest lands, and  
28 mineral resource lands and protecting these designated critical areas,  
29 under RCW 36.70A.170 and 36.70A.060; (c) the county shall designate and  
30 take other actions related to urban growth areas under RCW 36.70A.110;  
31 (d) if the county has a population of fifty thousand or more, the  
32 county and each city located within the county shall adopt a  
33 comprehensive plan under this chapter and development regulations that  
34 are consistent with and implement the comprehensive plan on or before  
35 July 1, 1994, and if the county has a population of less than fifty  
36 thousand, the county and each city located within the county shall  
37 adopt a comprehensive plan under this chapter and development  
38 regulations that are consistent with and implement the comprehensive  
39 plan by January 1, 1995, but if the governor makes written findings

1 that a county with a population of less than fifty thousand or a city  
2 located within such a county is not making reasonable progress toward  
3 adopting a comprehensive plan and development regulations the governor  
4 may reduce this deadline for such actions to be taken by no more than  
5 one hundred eighty days. Any county or city subject to this subsection  
6 may obtain an additional six months before it is required to have  
7 adopted its development regulations by submitting a letter notifying  
8 the department of community(~~(, trade, and economic)~~) development of its  
9 need prior to the deadline for adopting both a comprehensive plan and  
10 development regulations.

11 (4) Any county or city that is required to conform with all the  
12 requirements of this chapter, as a result of the county legislative  
13 authority adopting its resolution of intention under subsection (2) of  
14 this section, shall take actions under this chapter as follows: (a)  
15 The county legislative authority shall adopt a countywide planning  
16 policy under RCW 36.70A.210; (b) the county and each city that is  
17 located within the county shall adopt development regulations  
18 conserving agricultural lands, forest lands, and mineral resource lands  
19 it designated under RCW 36.70A.060 within one year of the date the  
20 county legislative authority adopts its resolution of intention; (c)  
21 the county shall designate and take other actions related to urban  
22 growth areas under RCW 36.70A.110; and (d) the county and each city  
23 that is located within the county shall adopt a comprehensive plan and  
24 development regulations that are consistent with and implement the  
25 comprehensive plan not later than four years from the date the county  
26 legislative authority adopts its resolution of intention, but a county  
27 or city may obtain an additional six months before it is required to  
28 have adopted its development regulations by submitting a letter  
29 notifying the department of community(~~(, trade, and economic)~~)  
30 development of its need prior to the deadline for adopting both a  
31 comprehensive plan and development regulations.

32 (5) If the office of financial management certifies that the  
33 population of a county that previously had not been required to plan  
34 under subsection (1) or (2) of this section has changed sufficiently to  
35 meet either of the sets of criteria specified under subsection (1) of  
36 this section, and where applicable, the county legislative authority  
37 has not adopted a resolution removing the county from these  
38 requirements as provided in subsection (1) of this section, the county  
39 and each city within such county shall take actions under this chapter

1 as follows: (a) The county legislative authority shall adopt a  
2 countywide planning policy under RCW 36.70A.210; (b) the county and  
3 each city located within the county shall adopt development regulations  
4 under RCW 36.70A.060 conserving agricultural lands, forest lands, and  
5 mineral resource lands it designated within one year of the  
6 certification by the office of financial management; (c) the county  
7 shall designate and take other actions related to urban growth areas  
8 under RCW 36.70A.110; and (d) the county and each city located within  
9 the county shall adopt a comprehensive land use plan and development  
10 regulations that are consistent with and implement the comprehensive  
11 plan within four years of the certification by the office of financial  
12 management, but a county or city may obtain an additional six months  
13 before it is required to have adopted its development regulations by  
14 submitting a letter notifying the department of community(~~(, trade, and~~  
15 ~~economic~~)) development of its need prior to the deadline for adopting  
16 both a comprehensive plan and development regulations.

17 (6) A copy of each document that is required under this section  
18 shall be submitted to the department at the time of its adoption.

19 (7) Cities and counties planning under this chapter must amend the  
20 transportation element of the comprehensive plan to be in compliance  
21 with this chapter and chapter 47.80 RCW no later than December 31,  
22 2000.

23 **Sec. 321.** RCW 36.70A.131 and 1998 c 286 s 7 are each amended to  
24 read as follows:

25 As part of the review required by RCW 36.70A.130(1), a county or  
26 city shall review its mineral resource lands designations adopted  
27 pursuant to RCW 36.70A.170 and mineral resource lands development  
28 regulations adopted pursuant to RCW 36.70A.040 and 36.70A.060. In its  
29 review, the county or city shall take into consideration:

30 (1) New information made available since the adoption or last  
31 review of its designations or development regulations, including data  
32 available from the department of natural resources relating to mineral  
33 resource deposits; and

34 (2) New or modified model development regulations for mineral  
35 resource lands prepared by the department of natural resources, the  
36 department of community(~~(, trade, and economic~~)) development, or the  
37 Washington state association of counties.

1       **Sec. 322.** RCW 39.44.210 and 1995 c 399 s 54 are each amended to  
2 read as follows:

3       For each state or local government bond issued, the underwriter of  
4 the issue shall supply the department of community(~~(, trade, and~~  
5 ~~economic))~~ development with information on the bond issue within twenty  
6 days of its issuance. In cases where the issuer of the bond makes a  
7 direct or private sale to a purchaser without benefit of an  
8 underwriter, the issuer shall supply the required information. The  
9 bond issue information shall be provided on a form prescribed by the  
10 department of community(~~(, trade, and economic))~~ development and shall  
11 include but is not limited to: (1) The par value of the bond issue;  
12 (2) the effective interest rates; (3) a schedule of maturities; (4) the  
13 purposes of the bond issue; (5) cost of issuance information; and (6)  
14 the type of bonds that are issued. A copy of the bond covenants shall  
15 be supplied with this information.

16       For each state or local government bond issued, the issuer's bond  
17 counsel promptly shall provide to the underwriter or to the department  
18 of community(~~(, trade, and economic))~~ development information on the  
19 amount of any fees charged for services rendered with regard to the  
20 bond issue.

21       Each local government that issues any type of bond shall make a  
22 report annually to the department of community(~~(, trade, and economic))~~  
23 development that includes a summary of all the outstanding bonds of the  
24 local government as of the first day of January in that year. Such  
25 report shall distinguish the outstanding bond issues on the basis of  
26 the type of bond, as defined in RCW 39.44.200, and shall report the  
27 local government's outstanding indebtedness compared to any applicable  
28 limitations on indebtedness, including RCW 35.42.200, 39.30.010, and  
29 39.36.020.

30       **Sec. 323.** RCW 39.44.230 and 1995 c 399 s 55 are each amended to  
31 read as follows:

32       The department of community(~~(, trade, and economic))~~ development  
33 may adopt rules (~~(and regulations)~~) pursuant to the administrative  
34 procedure act to require (1) the submission of bond issuance  
35 information by underwriters and bond counsel to the department of  
36 community(~~(, trade, and economic))~~ development in a timely manner and  
37 (2) the submission of additional information on bond issues by state  
38 and local governments, including summaries of outstanding bond issues.

1       **Sec. 324.** RCW 39.84.090 and 1998 c 245 s 34 are each amended to  
2 read as follows:

3       (1) Prior to issuance of any revenue bonds, each public corporation  
4 shall submit a copy of its enabling ordinance and charter, a  
5 description of any industrial development facility proposed to be  
6 undertaken, and the basis for its qualification as an industrial  
7 development facility to the department of community(~~(, trade, and~~  
8 ~~economic))~~ development.

9       (2) If the industrial development facility is not eligible under  
10 this chapter, the department of community(~~(, trade, and economic))~~  
11 development shall give notice to the public corporation, in writing and  
12 by certified mail, within twelve working days of receipt of the  
13 description.

14       (3) The department of community(~~(, trade, and economic))~~  
15 development shall provide such advice and assistance to public  
16 corporations and municipalities which have created or may wish to  
17 create public corporations as the public corporations or municipalities  
18 request and the department of community(~~(, trade, and economic))~~  
19 development considers appropriate.

20       **Sec. 325.** RCW 43.08.260 and 1997 c 319 s 2 are each amended to  
21 read as follows:

22       (1)(a) The legislature recognizes the ethical obligation of  
23 attorneys to represent clients without interference by third parties in  
24 the discharge of professional obligations to clients. However, to  
25 ensure the most beneficial use of state resources, the legislature  
26 finds that it is within the authority of the legislature to specify the  
27 categories of legal cases in which qualified legal aid programs may  
28 provide civil representation with state moneys. Accordingly, moneys  
29 appropriated for civil legal representation pursuant to this section  
30 shall not be used for legal representation that is either outside the  
31 scope of this section or prohibited by this section.

32       (b) Nothing in this section is intended to limit the authority of  
33 existing entities, including but not limited to the Washington state  
34 bar association, the public disclosure commission, the state auditor,  
35 and the federal legal services corporation to resolve issues within  
36 their respective jurisdictions.

37       (2) Any money appropriated by the legislature from the public  
38 safety and education account pursuant to RCW 43.08.250 or from any

1 other state fund or account for civil representation of indigent  
2 persons shall be used solely for the purpose of contracting with  
3 qualified legal aid programs for legal representation of indigent  
4 persons in matters relating to: (a) Domestic relations and family law  
5 matters, (b) public assistance and health care, (c) housing and  
6 utilities, (d) social security, (e) mortgage foreclosures, (f) home  
7 protection bankruptcies, (g) consumer fraud and unfair sales practices,  
8 (h) rights of residents of long-term care facilities, (i) wills,  
9 estates, and living wills, (j) elder abuse, and (k) guardianship.

10 (3) For purposes of this section, a "qualified legal aid program"  
11 means a not-for-profit corporation incorporated and operating  
12 exclusively in Washington which has received basic field funding for  
13 the provision of civil legal services to indigents from the federal  
14 legal services corporation or that has received funding for civil legal  
15 services for indigents under this section before July 1, 1997.

16 (4) The department of community(~~(, trade, and economic)~~)  
17 development shall establish a distribution formula based on the  
18 distribution by county of individuals with incomes below the official  
19 federal poverty level guidelines. When entering into a contract with  
20 a qualified legal services provider under this section, the department  
21 shall require the provider to provide legal services in a manner that  
22 maximizes geographic access in accordance with the formula established  
23 in this subsection (4).

24 (5) Funds distributed to qualified legal aid programs under this  
25 section may not be used directly or indirectly for:

26 (a) Lobbying.

27 (i) For purposes of this section, "lobbying" means any personal  
28 service, advertisement, telegram, telephone communication, letter,  
29 printed or written matter, or other device directly or indirectly  
30 intended to influence any member of congress or any other federal,  
31 state, or local nonjudicial official, whether elected or appointed:

32 (A) In connection with any act, bill, resolution, or similar  
33 legislation by the congress of the United States or by any state or  
34 local legislative body, or any administrative rule, rule-making  
35 activity, standard, rate, or other enactment by any federal, state, or  
36 local administrative agency;

37 (B) In connection with any referendum, initiative, constitutional  
38 amendment, or any similar procedure of the congress, any state

1 legislature, any local council, or any similar governing body acting in  
2 a legislative capacity; or

3 (C) In connection with inclusion of any provision in a legislative  
4 measure appropriating funds to, or defining or limiting the functions  
5 or authority of, the recipient of funds under this section.

6 (ii) "Lobbying" does not include the response of an employee of a  
7 legal aid program to a written request from a governmental agency, an  
8 elected or appointed official, or committee on a specific matter. This  
9 exception does not authorize communication with anyone other than the  
10 requesting party, or agent or employee of such agency, official, or  
11 committee.

12 (b) Grass roots lobbying. For purposes of this section, "grass  
13 roots lobbying" means preparation, production, or dissemination of  
14 information the purpose of which is to encourage the public at large,  
15 or any definable segment thereof, to contact legislators or their staff  
16 in support of or in opposition to pending or proposed legislation; or  
17 contribute to or participate in a demonstration, march, rally, lobbying  
18 campaign, or letter writing or telephone campaign for the purpose of  
19 influencing the course of pending or proposed legislation.

20 (c) Class action lawsuits.

21 (d) Participating in or identifying the program with prohibited  
22 political activities. For purposes of this section, "prohibited  
23 political activities" means (i) any activity directed toward the  
24 success or failure of a political party, a candidate for partisan or  
25 nonpartisan office, a partisan political group, or a ballot measure;  
26 (ii) advertising or contributing or soliciting financial support for or  
27 against any candidate, political group, or ballot measure; or (iii)  
28 voter registration or transportation activities.

29 (e) Representation in fee-generating cases. For purposes of this  
30 section, "fee-generating" means a case that might reasonably be  
31 expected to result in a fee for legal services if undertaken by a  
32 private attorney. The charging of a fee pursuant to subsection (6) of  
33 this section does not establish the fee-generating nature of a case.

34 A fee-generating case may be accepted when: (i) The case has been  
35 rejected by the local lawyer referral services or by two private  
36 attorneys; (ii) neither the referral service nor two private attorneys  
37 will consider the case without payment of a consultation fee; (iii)  
38 after consultation with the appropriate representatives of the private  
39 bar, the program has determined that the type of case is one that

1 private attorneys do not ordinarily accept, or do not accept without  
2 prepayment of a fee; or (iv) the director of the program or the  
3 director's designee has determined that referral of the case to the  
4 private bar is not possible because documented attempts to refer  
5 similar cases in the past have been futile, or because emergency  
6 circumstances compel immediate action before referral can be made, but  
7 the client is advised that, if appropriate and consistent with  
8 professional responsibility, referral will be attempted at a later  
9 time.

10 (f) Organizing any association, union, or federation, or  
11 representing a labor union. However, nothing in this subsection (5)(f)  
12 prohibits the provision of legal services to clients as otherwise  
13 permitted by this section.

14 (g) Representation of undocumented aliens.

15 (h) Picketing, demonstrations, strikes, or boycotts.

16 (i) Engaging in inappropriate solicitation. For purposes of this  
17 section, "inappropriate solicitation" means promoting the assertion of  
18 specific legal claims among persons who know of their rights to make a  
19 claim and who decline to do so. Nothing in this subsection precludes  
20 a legal services program or its employees from providing information  
21 regarding legal rights and responsibilities or providing information  
22 regarding the program's services and intake procedures through  
23 community legal education activities, responding to an individual's  
24 specific question about whether the individual should consult with an  
25 attorney or take legal action, or responding to an individual's  
26 specific request for information about the individual's legal rights or  
27 request for assistance in connection with a specific legal problem.

28 (j) Conducting training programs that: (i) Advocate particular  
29 public policies; (ii) encourage or facilitate political activities,  
30 labor or antilabor activities, boycotts, picketing, strikes, or  
31 demonstrations; or (iii) attempt to influence legislation or rule  
32 making. Nothing in this subsection (5)(j) precludes representation of  
33 clients as otherwise permitted by this section.

34 (6) The department may establish requirements for client  
35 participation in the provision of civil legal services under this  
36 section, including but not limited to copayments and sliding fee  
37 scales.

38 (7)(a) Contracts entered into by the department of community(~~tr~~  
39 ~~trade, and economic~~) development with qualified legal services

1 programs under this section must specify that the program's  
2 expenditures of moneys distributed under this section:

3 (i) Must be audited annually by an independent outside auditor.  
4 These audit results must be provided to the department of community(~~(~~  
5 ~~trade, and economic)~~) development; and

6 (ii) Are subject to audit by the state auditor.

7 (b)(i) Any entity auditing a legal services program under this  
8 section shall have access to all records of the legal services program  
9 to the full extent necessary to determine compliance with this section,  
10 with the exception of confidential information protected by the United  
11 States Constitution, the state Constitution, the attorney-client  
12 privilege, and applicable rules of attorney conduct.

13 (ii) The legal services program shall have a system allowing for  
14 production of case-specific information, including client eligibility  
15 and case type, to demonstrate compliance with this section, with the  
16 exception of confidential information protected by the United States  
17 Constitution, the state Constitution, the attorney-client privilege,  
18 and applicable rules of attorney conduct. Such information shall be  
19 available to any entity that audits the program.

20 (8) The department of community(~~(~~  
21 ~~trade, and economic)~~) development must recover or withhold amounts determined by an audit to  
22 have been used in violation of this section.

23 (9) The department of community(~~(~~  
24 ~~trade, and economic)~~) development may adopt rules to implement this section.

25 **Sec. 326.** RCW 43.19.1920 and 1995 c 399 s 63 are each amended to  
26 read as follows:

27 The division of purchasing may donate state-owned, surplus,  
28 tangible personal property to shelters that are: Participants in the  
29 department of community(~~(~~  
30 ~~trade, and economic)~~) development's  
31 emergency shelter assistance program; and operated by nonprofit  
32 organizations or units of local government providing emergency or  
33 transitional housing for homeless persons. A donation may be made only  
34 if all of the following conditions have been met:

35 (1) The division of purchasing has made reasonable efforts to  
36 determine if any state agency has a requirement for such personal  
37 property and no such agency has been identified. Such determination  
38 shall follow sufficient notice to all state agencies to allow adequate  
time for them to make their needs known;

1 (2) The agency owning the property has authorized the division of  
2 purchasing to donate the property in accordance with this section;

3 (3) The nature and quantity of the property in question is directly  
4 germane to the needs of the homeless persons served by the shelter and  
5 the purpose for which the shelter exists and the shelter agrees to use  
6 the property for such needs and purposes; and

7 (4) The director of general administration has determined that the  
8 donation of such property is in the best interest of the state.

9 **Sec. 327.** RCW 43.19.19201 and 1995 c 399 s 64 are each amended to  
10 read as follows:

11 (1) The department of general administration shall identify and  
12 catalog real property that is no longer required for department  
13 purposes and is suitable for the development of affordable housing for  
14 very low-income, low-income, and moderate-income households as defined  
15 in RCW 43.63A.510 (as recodified by this act). The inventory shall  
16 include the location, approximate size, and current zoning  
17 classification of the property. The department of general  
18 administration shall provide a copy of the inventory to the department  
19 of community(~~, trade, and economic~~) development by November 1, 1993,  
20 and every November 1<sup>st</sup> thereafter.

21 (2) By November 1<sup>st</sup> of each year, beginning in 1994, the department  
22 of general administration shall purge the inventory of real property of  
23 sites that are no longer available for the development of affordable  
24 housing. The department shall include an updated listing of real  
25 property that has become available since the last update. As used in  
26 this section, "real property" means buildings, land, or buildings and  
27 land.

28 **Sec. 328.** RCW 43.20A.037 and 1995 c 399 s 65 are each amended to  
29 read as follows:

30 (1) The department shall identify and catalog real property that is  
31 no longer required for department purposes and is suitable for the  
32 development of affordable housing for very low-income, and moderate-  
33 income households as defined in RCW 43.63A.510 (as recodified by this  
34 act). The inventory shall include the location, approximate size, and  
35 current zoning classification of the property. The department shall  
36 provide a copy of the inventory to the department of community(~~,~~

1 ~~trade, and economic~~) development by November 1, 1993, and every  
2 November 1<sup>st</sup> thereafter.

3 (2) By November 1<sup>st</sup> of each year, beginning in 1994, the department  
4 shall purge the inventory of real property of sites that are no longer  
5 available for the development of affordable housing. The department  
6 shall include an updated listing of real property that has become  
7 available since the last update. As used in this section, "real  
8 property" means buildings, land, or buildings and land.

9 **Sec. 329.** RCW 43.21A.612 and 1995 c 399 s 68 are each amended to  
10 read as follows:

11 Before the director shall construct said steam generating facility  
12 within the state, or make application for any permit, license or other  
13 right necessary thereto, the director shall give notice thereof by  
14 publishing once a week for four consecutive weeks in a newspaper of  
15 general circulation in the county or counties in which such project is  
16 located a statement of intention setting forth the general nature,  
17 extent and location of the project. If any public utility in the state  
18 or any operating agency desires to construct such facility, such  
19 utility or operating agency shall notify the director thereof within  
20 ten days after the last date of publication of such notice. If the  
21 director determines that it is in the best public interest that the  
22 director proceed with such construction rather than the public utility  
23 or operating agency, the director shall so notify the director of  
24 community(~~(, trade, and economic)~~) development, who shall set a date  
25 for hearing thereon. If after considering the evidence introduced the  
26 director of community(~~(, trade, and economic)~~) development finds that  
27 the public utility or operating agency making the request intends to  
28 immediately proceed with such construction and is financially capable  
29 of carrying out such construction and further finds that the plan of  
30 such utility or operating agency is equally well adapted to serve the  
31 public interest, the director shall enter an order so finding and such  
32 order shall divest the director of authority to proceed further with  
33 such construction or acquisition until such time as the other public  
34 utility or agency voluntarily causes an assignment of its right or  
35 interest in the project to the director or fails to procure any further  
36 required governmental permit, license or authority or having procured  
37 such, has the same revoked or withdrawn, in accordance with the laws  
38 and regulations of such governmental entity, in which event the

1 director shall have the same authority to proceed as though the  
2 director had originally entered an order so authorizing the director to  
3 proceed. If, after considering the evidence introduced, the director  
4 of community(~~(, trade, and economic)~~) development finds that the public  
5 utility or agency making the request does not intend to immediately  
6 proceed with such construction or acquisition or is not financially  
7 capable of carrying out such construction or acquisition, or finds that  
8 the plan of such utility or operating agency is not equally well  
9 adapted to serve the public interest, the director shall then enter an  
10 order so finding and authorizing the director to proceed with the  
11 construction or acquisition of the facility.

12 **Sec. 330.** RCW 43.21C.110 and 1997 c 429 s 47 are each amended to  
13 read as follows:

14 It shall be the duty and function of the department of ecology:

15 (1) To adopt and amend thereafter rules of interpretation and  
16 implementation of this chapter, subject to the requirements of chapter  
17 34.05 RCW, for the purpose of providing uniform rules and guidelines to  
18 all branches of government including state agencies, political  
19 subdivisions, public and municipal corporations, and counties. The  
20 proposed rules shall be subject to full public hearings requirements  
21 associated with rule promulgation. Suggestions for modifications of  
22 the proposed rules shall be considered on their merits, and the  
23 department shall have the authority and responsibility for full and  
24 appropriate independent promulgation and adoption of rules, assuring  
25 consistency with this chapter as amended and with the preservation of  
26 protections afforded by this chapter. The rule-making powers  
27 authorized in this section shall include, but shall not be limited to,  
28 the following phases of interpretation and implementation of this  
29 chapter:

30 (a) Categories of governmental actions which are not to be  
31 considered as potential major actions significantly affecting the  
32 quality of the environment, including categories pertaining to  
33 applications for water right permits pursuant to chapters 90.03 and  
34 90.44 RCW. The types of actions included as categorical exemptions in  
35 the rules shall be limited to those types which are not major actions  
36 significantly affecting the quality of the environment. The rules  
37 shall provide for certain circumstances where actions which potentially  
38 are categorically exempt require environmental review. An action that

1 is categorically exempt under the rules adopted by the department may  
2 not be conditioned or denied under this chapter.

3 (b) Rules for criteria and procedures applicable to the  
4 determination of when an act of a branch of government is a major  
5 action significantly affecting the quality of the environment for which  
6 a detailed statement is required to be prepared pursuant to RCW  
7 43.21C.030.

8 (c) Rules and procedures applicable to the preparation of detailed  
9 statements and other environmental documents, including but not limited  
10 to rules for timing of environmental review, obtaining comments, data  
11 and other information, and providing for and determining areas of  
12 public participation which shall include the scope and review of draft  
13 environmental impact statements.

14 (d) Scope of coverage and contents of detailed statements assuring  
15 that such statements are simple, uniform, and as short as practicable;  
16 statements are required to analyze only reasonable alternatives and  
17 probable adverse environmental impacts which are significant, and may  
18 analyze beneficial impacts.

19 (e) Rules and procedures for public notification of actions taken  
20 and documents prepared.

21 (f) Definition of terms relevant to the implementation of this  
22 chapter including the establishment of a list of elements of the  
23 environment. Analysis of environmental considerations under RCW  
24 43.21C.030(2) may be required only for those subjects listed as  
25 elements of the environment (or portions thereof). The list of  
26 elements of the environment shall consist of the "natural" and "built"  
27 environment. The elements of the built environment shall consist of  
28 public services and utilities (such as water, sewer, schools, fire and  
29 police protection), transportation, environmental health (such as  
30 explosive materials and toxic waste), and land and shoreline use  
31 (including housing, and a description of the relationships with land  
32 use and shoreline plans and designations, including population).

33 (g) Rules for determining the obligations and powers under this  
34 chapter of two or more branches of government involved in the same  
35 project significantly affecting the quality of the environment.

36 (h) Methods to assure adequate public awareness of the preparation  
37 and issuance of detailed statements required by RCW 43.21C.030(2)(c).

1 (i) To prepare rules for projects setting forth the time limits  
2 within which the governmental entity responsible for the action shall  
3 comply with the provisions of this chapter.

4 (j) Rules for utilization of a detailed statement for more than one  
5 action and rules improving environmental analysis of nonproject  
6 proposals and encouraging better interagency coordination and  
7 integration between this chapter and other environmental laws.

8 (k) Rules relating to actions which shall be exempt from the  
9 provisions of this chapter in situations of emergency.

10 (l) Rules relating to the use of environmental documents in  
11 planning and decision making and the implementation of the substantive  
12 policies and requirements of this chapter, including procedures for  
13 appeals under this chapter.

14 (m) Rules and procedures that provide for the integration of  
15 environmental review with project review as provided in RCW 43.21C.240.  
16 The rules and procedures shall be jointly developed with the department  
17 of community(~~(, trade, and economic)~~) development and shall be  
18 applicable to the preparation of environmental documents for actions in  
19 counties, cities, and towns planning under RCW 36.70A.040. The rules  
20 and procedures shall also include procedures and criteria to analyze  
21 planned actions under RCW 43.21C.031(2) and revisions to the rules  
22 adopted under this section to ensure that they are compatible with the  
23 requirements and authorizations of chapter 347, Laws of 1995, as  
24 amended by chapter 429, Laws of 1997. Ordinances or procedures adopted  
25 by a county, city, or town to implement the provisions of chapter 347,  
26 Laws of 1995 prior to the effective date of rules adopted under this  
27 subsection (1)(m) shall continue to be effective until the adoption of  
28 any new or revised ordinances or procedures that may be required. If  
29 any revisions are required as a result of rules adopted under this  
30 subsection (1)(m), those revisions shall be made within the time limits  
31 specified in RCW 43.21C.120.

32 (2) In exercising its powers, functions, and duties under this  
33 section, the department may:

34 (a) Consult with the state agencies and with representatives of  
35 science, industry, agriculture, labor, conservation organizations,  
36 state and local governments, and other groups, as it deems advisable;  
37 and

38 (b) Utilize, to the fullest extent possible, the services,  
39 facilities, and information (including statistical information) of

1 public and private agencies, organizations, and individuals, in order  
2 to avoid duplication of effort and expense, overlap, or conflict with  
3 similar activities authorized by law and performed by established  
4 agencies.

5 (3) Rules adopted pursuant to this section shall be subject to the  
6 review procedures of chapter 34.05 RCW.

7 **Sec. 331.** RCW 43.22.495 and 1995 c 399 s 69 are each amended to  
8 read as follows:

9 Beginning on July 1, (~~(1991)~~) 2001, the department of community(~~(~~  
10 ~~trade, and economic)~~) development shall be responsible for performing  
11 all the consumer complaint and related functions of the state  
12 administrative agency that are required for purposes of complying with  
13 the regulations established by the federal department of housing and  
14 urban development for manufactured housing, including the preparation  
15 and submission of the state administrative plan.

16 The department of community(~~(~~  
17 ~~trade, and economic)~~) development  
18 may enter into state or local interagency agreements to coordinate site  
19 inspection activities with record monitoring and complaint handling.  
20 The interagency agreement may also provide for the reimbursement for  
21 cost of work that an agency performs. The department may include other  
22 related areas in any interagency agreements which are necessary for the  
23 efficient provision of services.

24 The directors of the department of community(~~(~~  
25 ~~trade, and economic)~~) development and the department of labor and industries shall  
26 immediately take such steps as are necessary to ensure that chapter  
176, Laws of 1990 is implemented on June 7, 1990.

27 **Sec. 332.** RCW 43.63B.010 and 1998 c 124 s 6 are each amended to  
28 read as follows:

29 Unless the context clearly requires otherwise, the definitions in  
30 this section apply throughout this chapter.

31 (1) "Authorized representative" means an employee of a state  
32 agency, city, or county acting on behalf of the department.

33 (2) "Certified manufactured home installer" means a person who is  
34 in the business of installing mobile or manufactured homes and who has  
35 been issued a certificate by the department as provided in this  
36 chapter.

1 (3) "Department" means the department of community(~~(, trade, and~~  
2 ~~economic))~~ development.

3 (4) "Director" means the director of community(~~(, trade, and~~  
4 ~~economic))~~ development.

5 (5) "Manufactured home" means a single-family dwelling built in  
6 accordance with the department of housing and urban development  
7 manufactured home construction and safety standards act, which is a  
8 national, preemptive building code.

9 (6) "Mobile or manufactured home installation" means all on-site  
10 work necessary for the installation of a manufactured home, including:

11 (a) Construction of the foundation system;

12 (b) Installation of the support piers and earthquake resistant  
13 bracing system;

14 (c) Required connection to foundation system and support piers;

15 (d) Skirting;

16 (e) Connections to the on-site water and sewer systems that are  
17 necessary for the normal operation of the home; and

18 (f) Extension of the pressure relief valve for the water heater.

19 (7) "Manufactured home standards" means the manufactured home  
20 construction and safety standards as promulgated by the United States  
21 department of housing and urban development (HUD).

22 (8) "Mobile home" means a factory-built dwelling built prior to  
23 June 15, 1976, to standards other than the HUD code, and acceptable  
24 under applicable state codes in effect at the time of construction or  
25 introduction of the home into the state. Mobile homes have not been  
26 built since introduction of the HUD manufactured home construction and  
27 safety standards act.

28 (9) "Training course" means the education program administered by  
29 the department, or the education course administered by an approved  
30 educational provider, as a prerequisite to taking the examination for  
31 certification.

32 (10) "Approved educational provider" means an organization approved  
33 by the department to provide education and training of manufactured  
34 home installers and local inspectors.

35 **Sec. 333.** RCW 43.70.530 and 1998 c 245 s 75 are each amended to  
36 read as follows:

37 The department of health, the department of social and health  
38 services, the department of community(~~(, trade, and economic))~~

1 development, the superintendent of public instruction, and the  
2 employment security department shall, collectively and collaboratively,  
3 develop a plan for a home health visitor program that shall have as its  
4 primary purpose the prevention of child abuse and neglect through the  
5 provision of selected educational and supportive services to high risk  
6 parents of newborns.

7 (1) The program shall: (a) Be community-based; (b) include early  
8 hospital-based screening to identify high risk parents of newborns; (c)  
9 provide for an effective, in-home outreach and support program for high  
10 risk parents of newborns that involves: (i) Frequent home visits, (ii)  
11 parent training on early childhood development, parenting, and the  
12 stress factors that lead to abuse and neglect, and (iii) referrals to  
13 needed social and health services; and (d) demonstrate effective  
14 coordination among current community-based programs that may also serve  
15 high risk parents and their infants, including child abuse prevention  
16 programs, first steps, second steps, the early childhood education and  
17 assistance program, the healthy kids program, child welfare services,  
18 the women, infants, and children program, the high priority infant  
19 tracking program, the birth to six program, local and state public  
20 health prevention and early intervention services, and other services  
21 as identified.

22 (2) The plan shall: (a) Include an estimate and a description of  
23 the high risk groups to be served; (b) detail the screening process and  
24 mechanisms to be used to identify high risk parents; (c) detail the  
25 services to be included in the in-home program; (d) describe staffing  
26 that may include the use of teams of professionals, paraprofessionals,  
27 and volunteers; (e) describe how the program will be evaluated,  
28 including the measurable outcomes to be achieved; and (f) provide an  
29 estimate of the costs to fully implement the program statewide, and for  
30 possible consideration, a series of pilot projects with a phased-in  
31 schedule.

32 **Sec. 334.** RCW 43.70.540 and 1995 c 399 s 76 are each amended to  
33 read as follows:

34 The legislature recognizes that the state patrol, the office of the  
35 administrator for the courts, the sheriffs' and police chiefs'  
36 association, the department of social and health services, the  
37 department of community(~~(, trade, and economic)~~) development, the  
38 sentencing guidelines commission, the department of corrections, and

1 the superintendent of public instruction each have comprehensive data  
2 and analysis capabilities that have contributed greatly to our current  
3 understanding of crime and violence, and their causes.

4 The legislature finds, however, that a single health-oriented  
5 agency must be designated to provide consistent guidelines to all these  
6 groups regarding the way in which their data systems collect this  
7 important data. It is not the intent of the legislature by RCW  
8 43.70.545 to transfer data collection requirements from existing  
9 agencies or to require the addition of major new data systems. It is  
10 rather the intent to make only the minimum required changes in existing  
11 data systems to increase compatibility and comparability, reduce  
12 duplication, and to increase the usefulness of data collected by these  
13 agencies in developing more accurate descriptions of violence.

14 **Sec. 335.** RCW 43.79.201 and 1995 c 399 s 77 are each amended to  
15 read as follows:

16 (1) The charitable, educational, penal and reformatory institutions  
17 account is hereby created, in the state treasury, into which account  
18 there shall be deposited all moneys arising from the sale, lease or  
19 transfer of the land granted by the United States government to the  
20 state for charitable, educational, penal and reformatory institutions  
21 by section 17 of the enabling act, or otherwise set apart for such  
22 institutions, except all moneys arising from the sale, lease, or  
23 transfer of that certain one hundred thousand acres of such land  
24 assigned for the support of the University of Washington by chapter 91,  
25 Laws of 1903 and section 9, chapter 122, Laws of 1893.

26 (2) If feasible, not less than one-half of all income to the  
27 charitable, educational, penal, and reformatory institutions account  
28 shall be appropriated for the purpose of providing housing, including  
29 repair and renovation of state institutions, for persons who are  
30 mentally ill, developmentally disabled, or youth who are blind, deaf,  
31 or otherwise disabled. If moneys are appropriated for community-based  
32 housing, the moneys shall be appropriated to the department of  
33 community(~~(, trade, and economic)~~) development for the housing  
34 assistance program under chapter 43.185 RCW.

35 **Sec. 336.** RCW 43.105.020 and 1999 c 285 s 1 and 1999 c 80 s 1 are  
36 each reenacted and amended to read as follows:

1 As used in this chapter, unless the context indicates otherwise,  
2 the following definitions shall apply:

3 (1) "Department" means the department of information services;

4 (2) "Board" means the information services board;

5 (3) "Local governments" includes all municipal and quasi municipal  
6 corporations and political subdivisions, and all agencies of such  
7 corporations and subdivisions authorized to contract separately;

8 (4) "Director" means the director of the department;

9 (5) "Purchased services" means services provided by a vendor to  
10 accomplish routine, continuing, and necessary functions. This term  
11 includes, but is not limited to, services acquired for equipment  
12 maintenance and repair, operation of a physical plant, security,  
13 computer hardware and software installation and maintenance, data  
14 entry, keypunch services, programming services, and computer time-  
15 sharing;

16 (6) "Backbone network" means the shared high-density portions of  
17 the state's telecommunications transmission facilities. It includes  
18 specially conditioned high-speed communications carrier lines,  
19 multiplexors, switches associated with such communications lines, and  
20 any equipment and software components necessary for management and  
21 control of the backbone network;

22 (7) "Telecommunications" means the transmission of information by  
23 wire, radio, optical cable, electromagnetic, or other means;

24 (8) "Information processing" means the electronic capture,  
25 collection, storage, manipulation, transmission, retrieval, and  
26 presentation of information in the form of data, text, voice, or image  
27 and includes telecommunications and office automation functions;

28 (9) "Information services" means data processing,  
29 telecommunications, and office automation;

30 (10) "Equipment" means the machines, devices, and transmission  
31 facilities used in information processing, such as computers, word  
32 processors, terminals, telephones, and cables;

33 (11) "Information technology portfolio" or "portfolio" means a  
34 strategic management process documenting relationships between agency  
35 missions and information technology investments;

36 (12) "Oversight" means a process of comprehensive risk analysis and  
37 management designed to ensure optimum use of information technology  
38 resources;

1 (13) "Proprietary software" means that software offered for sale or  
2 license;

3 (14) "Video telecommunications" means the electronic  
4 interconnection of two or more sites for the purpose of transmitting  
5 and/or receiving visual and associated audio information. Video  
6 telecommunications shall not include existing public television  
7 broadcast stations as currently designated by the department of  
8 community(~~(, trade, and economic)~~) development under chapter 43.330  
9 RCW;

10 (15) "K-20 educational network board" or "K-20 board" means the K-  
11 20 educational network board created in RCW 43.105.800;

12 (16) "K-20 network technical steering committee" or "committee"  
13 means the K-20 network technical steering committee created in RCW  
14 43.105.810;

15 (17) "K-20 network" means the network established in RCW  
16 43.105.820;

17 (18) "Educational sectors" means those institutions of higher  
18 education, school districts, and educational service districts that use  
19 the network for distance education, data transmission, and other uses  
20 permitted by the K-20 board.

21 **Sec. 337.** RCW 43.132.030 and 1995 c 399 s 80 are each amended to  
22 read as follows:

23 The director of financial management is hereby empowered to  
24 designate the director of community(~~(, trade, and economic)~~)  
25 development as the official responsible for the preparation of fiscal  
26 notes authorized and required by this chapter. It is the intent of the  
27 legislature that when necessary the resources of other state agencies,  
28 appropriate legislative staffs, and the various associations of local  
29 government may be employed in the development of such fiscal notes.

30 **Sec. 338.** RCW 43.133.030 and 1995 c 399 s 81 are each amended to  
31 read as follows:

32 The office of financial management and the department of  
33 community(~~(, trade, and economic)~~) development shall, in cooperation  
34 with appropriate legislative committees and legislative staff,  
35 establish a procedure for the provision of sunrise notes on the  
36 expected impact of bills and resolutions that authorize the creation of  
37 new boards and new types of special purpose districts.

1       **Sec. 339.** RCW 43.133.050 and 1995 c 399 s 82 are each amended to  
2 read as follows:

3       (1) The office of financial management shall prepare sunrise notes  
4 for legislation concerning the creation of new boards. The department  
5 of community(~~(, trade, and economic)~~) development shall prepare sunrise  
6 notes for legislation creating new types of special purpose districts.

7       (2) A sunrise note shall be prepared for all executive and agency  
8 request legislation that creates a board or special purpose district.

9       (3) The office of financial management or the department of  
10 community(~~(, trade, and economic)~~) development shall also provide a  
11 sunrise note at the request of any committee of the legislature.

12       **Sec. 340.** RCW 43.150.040 and 1995 c 399 s 84 are each amended to  
13 read as follows:

14       The governor may establish a statewide center for volunteerism and  
15 citizen service within the department of community(~~(, trade, and~~  
16 ~~economic)~~) development and appoint an executive administrator, who may  
17 employ such staff as necessary to carry out the purposes of this  
18 chapter. The provisions of chapter 41.06 RCW do not apply to the  
19 executive administrator and the staff.

20       **Sec. 341.** RCW 43.155.020 and 1996 c 168 s 2 are each amended to  
21 read as follows:

22       Unless the context clearly requires otherwise, the definitions in  
23 this section shall apply throughout this chapter.

24       (1) "Board" means the public works board created in RCW 43.155.030.

25       (2) "Department" means the department of community(~~(, trade, and~~  
26 ~~economic)~~) development.

27       (3) "Financing guarantees" means the pledge of money in the public  
28 works assistance account, or money to be received by the public works  
29 assistance account, to the repayment of all or a portion of the  
30 principal of or interest on obligations issued by local governments to  
31 finance public works projects.

32       (4) "Local governments" means cities, towns, counties, special  
33 purpose districts, and any other municipal corporations or quasi-  
34 municipal corporations in the state excluding school districts and port  
35 districts.

36       (5) "Public works project" means a project of a local government  
37 for the planning, acquisition, construction, repair, reconstruction,

1 replacement, rehabilitation, or improvement of streets and roads,  
2 bridges, water systems, or storm and sanitary sewage systems and solid  
3 waste facilities, including recycling facilities.

4 (6) "Solid waste or recycling project" means remedial actions  
5 necessary to bring abandoned or closed landfills into compliance with  
6 regulatory requirements and the repair, restoration, and replacement of  
7 existing solid waste transfer, recycling facilities, and landfill  
8 projects limited to the opening of landfill cells that are in existing  
9 and permitted landfills.

10 (7) "Technical assistance" means training and other services  
11 provided to local governments to: (a) Help such local governments  
12 plan, apply, and qualify for loans and financing guarantees from the  
13 board, and (b) help local governments improve their ability to plan  
14 for, finance, acquire, construct, repair, replace, rehabilitate, and  
15 maintain public facilities.

16 **Sec. 342.** RCW 43.168.010 and 1999 c 164 s 501 are each amended to  
17 read as follows:

18 The legislature finds that:

19 (1) The economic health and well-being of the state, particularly  
20 in areas of high unemployment, economic stagnation, and poverty, is of  
21 substantial public concern.

22 (2) The consequences of minimal economic activity and persistent  
23 unemployment and underemployment are serious threats to the safety,  
24 health, and welfare of residents of these areas, decreasing the value  
25 of private investments and jeopardizing the sources of public revenue.

26 (3) The economic and social interdependence of communities and the  
27 vitality of industrial and economic activity necessitates, and is in  
28 part dependent on preventing substantial dislocation of residents and  
29 rebuilding the diversification of the areas' economy.

30 (4) The ability to remedy problems in stagnant areas of the state  
31 is beyond the power and control of the regulatory process and influence  
32 of the state, and the ordinary operations of private enterprise without  
33 additional governmental assistance are insufficient to adequately  
34 remedy the problems of poverty and unemployment.

35 (5) The revitalization of depressed communities requires the  
36 stimulation of private investment, the development of new business  
37 ventures, the provision of capital to ventures sponsored by local  
38 organizations and capable of growth in the business markets, and

1 assistance to viable, but under-financed, small businesses in order to  
2 create and preserve jobs that are sustainable in the local economy.

3 Therefore, the legislature declares there to be a substantial  
4 public purpose in providing capital to promote economic development and  
5 job creation in areas of economic stagnation, unemployment, and  
6 poverty. To accomplish this purpose, the legislature hereby creates  
7 the rural Washington loan fund and vests in the department of  
8 community(~~(, trade, and economic)~~) development the authority to spend  
9 federal funds to stimulate the economy of distressed areas.

10 **Sec. 343.** RCW 43.168.020 and 1999 c 164 s 502 are each amended to  
11 read as follows:

12 Unless the context clearly requires otherwise, the definitions in  
13 this section apply throughout this chapter.

14 (1) "Department" means the department of community(~~(, trade, and~~  
15 ~~economic)~~) development.

16 (2) "Director" means the director of community(~~(, trade, and~~  
17 ~~economic)~~) development.

18 (3) "Distressed area" means: (a) A rural county; (b) a county  
19 which has an unemployment rate which is twenty percent above the state  
20 average for the immediately previous three years; (c) a county that has  
21 a median household income that is less than seventy-five percent of the  
22 state median household income for the previous three years; (d) a  
23 metropolitan statistical area, as defined by the office of federal  
24 statistical policy and standards, United States department of commerce,  
25 in which the average level of unemployment for the calendar year  
26 immediately preceding the year in which an application is filed under  
27 this chapter exceeds the average state unemployment for such calendar  
28 year by twenty percent; (e) an area within a county, which area: (i)  
29 Is composed of contiguous census tracts; (ii) has a minimum population  
30 of five thousand persons; (iii) has at least seventy percent of its  
31 families and unrelated individuals with incomes below eighty percent of  
32 the county's median income for families and unrelated individuals; and  
33 (iv) has an unemployment rate which is at least forty percent higher  
34 than the county's unemployment rate; or (f) a county designated as a  
35 rural natural resources impact area under RCW 43.31.601 if an  
36 application is filed by July 1, 1997. For purposes of this definition,  
37 "families and unrelated individuals" has the same meaning that is  
38 ascribed to that term by the federal department of housing and urban

1 development in its regulations authorizing action grants for economic  
2 development and neighborhood revitalization projects.

3 (4) "Fund" means the rural Washington loan fund.

4 (5) "Local development organization" means a nonprofit organization  
5 which is organized to operate within an area, demonstrates a commitment  
6 to a long-standing effort for an economic development program, and  
7 makes a demonstrable effort to assist in the employment of unemployed  
8 or underemployed residents in an area.

9 (6) "Project" means the establishment of a new or expanded business  
10 in an area which when completed will provide employment opportunities.  
11 "Project" also means the retention of an existing business in an area  
12 which when completed will provide employment opportunities.

13 (7) "Rural county" means a county with a population density of  
14 fewer than one hundred persons per square mile as determined by the  
15 office of financial management.

16 **Sec. 344.** RCW 43.168.031 and 1995 c 399 s 92 are each amended to  
17 read as follows:

18 The Washington state development loan fund committee shall be  
19 terminated on June 30, 1994, and its powers and duties transferred to  
20 the director of the department of community(~~(, trade, and economic)~~)  
21 development.

22 **Sec. 345.** RCW 43.168.040 and 1987 c 461 s 3 are each amended to  
23 read as follows:

24 Subject to the restrictions contained in this chapter, the  
25 (~~committee~~) director is authorized to approve applications of local  
26 governments for federal community development block grant funds which  
27 the local governments would use to make loans to finance business  
28 projects within their jurisdictions. Applications approved by the  
29 (~~committee~~) director under this chapter shall conform to applicable  
30 federal requirements and shall be approved based upon the  
31 recommendations of the director of the department of trade and economic  
32 development.

33 **Sec. 346.** RCW 43.168.050 and 1993 c 512 s 12 are each amended to  
34 read as follows:

35 (1) The (~~committee~~) director may only approve an application  
36 providing a loan for a project which the (~~committee~~) director finds:

1 (a) Will result in the creation of employment opportunities, the  
2 maintenance of threatened employment, or development or expansion of  
3 business ownership by minorities and women;

4 (b) Has been approved by the director as conforming to federal  
5 rules and regulations governing the spending of federal community  
6 development block grant funds;

7 (c) Will be of public benefit and for a public purpose, and that  
8 the benefits, including increased or maintained employment, improved  
9 standard of living, the employment of disadvantaged workers, and  
10 development or expansion of business ownership by minorities and women,  
11 will primarily accrue to residents of the area;

12 (d) Will probably be successful;

13 (e) Would probably not be completed without the loan because other  
14 capital or financing at feasible terms is unavailable or the return on  
15 investment is inadequate.

16 (2) The ((committee)) director shall, subject to federal block  
17 grant criteria, give higher priority to economic development projects  
18 that contain provisions for child care.

19 (3) The ((committee)) director may not approve an application if it  
20 fails to provide for adequate reporting or disclosure of financial data  
21 to the ((committee)) director. The ((committee)) director may require  
22 an annual or other periodic audit of the project books.

23 (4) The ((committee)) director may require that the project be  
24 managed in whole or in part by a local development organization and may  
25 prescribe a management fee to be paid to such organization by the  
26 recipient of the loan or grant.

27 (5)(a) Except as provided in (b) of this subsection, the  
28 ((committee)) director shall not approve any application which would  
29 result in a loan or grant in excess of three hundred fifty thousand  
30 dollars.

31 (b) The ((committee)) director may approve an application which  
32 results in a loan or grant of up to seven hundred thousand dollars if  
33 the application has been approved by the director.

34 (6) The ((committee)) director shall fix the terms and rates  
35 pertaining to its loans.

36 (7) Should there be more demand for loans than funds available for  
37 lending, the ((committee)) director shall provide loans for those  
38 projects which will lead to the greatest amount of employment or  
39 benefit to a community. In determining the "greatest amount of

1 employment or benefit" the ((committee)) director shall also consider  
2 the employment which would be saved by its loan and the benefit  
3 relative to the community, not just the total number of new jobs or  
4 jobs saved.

5 (8) To the extent permitted under federal law the ((committee))  
6 director shall require applicants to provide for the transfer of all  
7 payments of principal and interest on loans to the rural Washington  
8 ((state development)) loan fund created under this chapter. Under  
9 circumstances where the federal law does not permit the ((committee))  
10 director to require such transfer, the ((committee)) director shall  
11 give priority to applications where the applicants on their own  
12 volition make commitments to provide for the transfer.

13 (9) The ((committee)) director shall not approve any application to  
14 finance or help finance a shopping mall.

15 (10) For loans not made to minority and women-owned businesses, the  
16 ((committee)) director shall make at least eighty percent of the  
17 appropriated funds available to projects located in distressed areas,  
18 and may make up to twenty percent available to projects located in  
19 areas not designated as distressed. For loans not made to minority and  
20 women-owned businesses, the ((committee)) director shall not make funds  
21 available to projects located in areas not designated as distressed if  
22 the fund's net worth is less than seven million one hundred thousand  
23 dollars.

24 (11) If an objection is raised to a project on the basis of unfair  
25 business competition, the ((committee)) director shall evaluate the  
26 potential impact of a project on similar businesses located in the  
27 local market area. A grant may be denied by the ((committee)) director  
28 if a project is not likely to result in a net increase in employment  
29 within a local market area.

30 (12) For loans to minority and women-owned businesses who do not  
31 meet the credit criteria, the ((committee)) director may consider  
32 nontraditional credit standards to offset past discrimination that has  
33 precluded full participation of minority or women-owned businesses in  
34 the economy. For applicants with high potential who do not meet the  
35 credit criteria, the ((committee)) director shall consider developing  
36 alternative borrowing methods. For applicants denied loans due to  
37 credit problems, the ((committee)) director shall provide financial  
38 counseling within available resources and provide referrals to credit  
39 rehabilitation services. In circumstances of competing applications,

1 priority shall be given to members of eligible groups which previously  
2 have been least served by this fund.

3 **Sec. 347.** RCW 43.180.040 and 1995 c 399 s 98 are each amended to  
4 read as follows:

5 (1) There is hereby established a public body corporate and  
6 politic, with perpetual corporate succession, to be known as the  
7 Washington state housing finance commission. The commission is an  
8 instrumentality of the state exercising essential government functions  
9 and, for purposes of the code, acts as a constituted authority on  
10 behalf of the state when it issues bonds pursuant to this chapter. The  
11 commission is a "public body" within the meaning of RCW 39.53.010.

12 (2) The commission shall consist of the following voting members:

13 (a) The state treasurer, ex officio;

14 (b) The director of community(~~, trade, and economic~~) development,  
15 ex officio;

16 (c) An elected local government official, ex officio, with  
17 experience in local housing programs, who shall be appointed by the  
18 governor with the consent of the senate;

19 (d) A representative of housing consumer interests, appointed by  
20 the governor with the consent of the senate;

21 (e) A representative of labor interests, appointed by the governor,  
22 with the consent of the senate, after consultation with representatives  
23 of organized labor;

24 (f) A representative of low-income persons, appointed by the  
25 governor with the consent of the senate;

26 (g) Five members of the public appointed by the governor, with the  
27 consent of the senate, on the basis of geographic distribution and  
28 their expertise in housing, real estate, finance, energy efficiency, or  
29 construction, one of whom shall be appointed by the governor as chair  
30 of the commission and who shall serve on the commission and as chair of  
31 the commission at the pleasure of the governor.

32 The term of the persons appointed by the governor, other than the  
33 chair, shall be four years from the date of their appointment, except  
34 that the terms of three of the initial appointees shall be for two  
35 years from the date of their appointment. The governor shall designate  
36 the appointees who will serve the two-year terms. An appointee may be  
37 removed by the governor for cause pursuant to RCW 43.06.070 and  
38 43.06.080. The governor shall fill any vacancy in an appointed

1 position by appointment for the remainder of the unexpired term. If  
2 the department of community development is abolished, the resulting  
3 vacancy shall be filled by a state official who shall be appointed to  
4 the commission by the governor. If this official occupies an office or  
5 position for which senate confirmation is not required, then his or her  
6 appointment to the commission shall be subject to the consent of the  
7 senate. The members of the commission shall be compensated in  
8 accordance with RCW 43.03.240 and may be reimbursed, solely from the  
9 funds of the commission, for expenses incurred in the discharge of  
10 their duties under this chapter, subject to the provisions of RCW  
11 43.03.050 and 43.03.060. A majority of the commission constitutes a  
12 quorum. Designees shall be appointed in such manner and shall exercise  
13 such powers as are specified by the rules of the commission.

14 (3) The commission may adopt an official seal and may select from  
15 its membership a vice chair, a secretary, and a treasurer. The  
16 commission shall establish rules concerning its exercise of the powers  
17 authorized by this chapter. The rules shall be adopted in conformance  
18 with chapter 34.05 RCW.

19 **Sec. 348.** RCW 43.180.200 and 1995 c 399 s 99 are each amended to  
20 read as follows:

21 For purposes of the code:

22 (1) The legislature reserves the right at any time to alter or  
23 change the structure, organization, programs, or activities of the  
24 commission and to terminate the commission, so long as the action does  
25 not impair any outstanding contracts entered into by the commission;

26 (2) Any net earnings of the commission beyond that necessary to  
27 retire its bonds and to carry out the purposes of this chapter shall  
28 not inure to the benefit of any person other than the state;

29 (3) Upon dissolution of the commission, title to all of its  
30 remaining property shall vest in the state;

31 (4) The commission constitutes the only housing finance agency of  
32 the state of Washington; and

33 (5) In order to take advantage of the maximum amount of tax exempt  
34 bonds for housing financing available pursuant to the code, any state  
35 ceiling with respect to housing shall be allocated in accordance with  
36 the following formula:

1 (a) Eighty percent of the state ceiling shall be allocated to the  
2 commission and twenty percent shall be allocated to the other issuing  
3 authorities in the state.

4 (b) The allocation to the issuing authorities other than the  
5 commission shall be distributed to such issuing authorities in amounts  
6 as determined following public notice by the department of community(~~(~~  
7 ~~trade, and economic)~~) development pursuant to rules promulgated by it.  
8 The distribution shall be in response to applications received from  
9 such issuing authorities and shall be based on the following factors:  
10 (i) The amount of housing to be made available by such applicant; (ii)  
11 the population within the jurisdiction of the applicant; (iii)  
12 coordination with other applicable federal and state housing programs;  
13 (iv) the likelihood of implementing the proposed financing during that  
14 year; and (v) consistency with the plan of the commission. On or  
15 before February 1<sup>st</sup> of each year, the department of community(~~(~~  
16 ~~and economic)~~) development shall distribute the state ceiling  
17 allocation among such issuing authorities and any unused portion shall  
18 be added to the allocation of the commission. Each issuing authority  
19 other than the commission shall confirm its allocation distribution by  
20 providing to the department of community(~~(~~  
21 ~~trade, and economic)~~) development no later than June 1<sup>st</sup> a copy of an executed bond purchase  
22 contract or alternative documentation deemed sufficient by the  
23 commission to evidence the reasonable likelihood of the allocation  
24 distribution being fully used. Any portion of such allocation not so  
25 confirmed shall be added to the allocation of the commission on July  
26 1<sup>st</sup>. Prior to July 1<sup>st</sup>, the commission shall provide written notice of  
27 the allocation decrease to the affected issuing authority. The  
28 reallocation shall not limit the authority of the commission to assign  
29 a portion of its allocation pursuant to subsection (5)(c) of this  
30 section.

31 (c) The commission may assign a portion of its allocation to  
32 another issuing agency.

33 **Sec. 349.** RCW 43.180.220 and 1994 c 235 s 1 are each amended to  
34 read as follows:

35 The commission, in cooperation with the department of community(~~(~~  
36 ~~trade, and economic)~~) development, and the state investment board,  
37 shall develop and implement a housing finance program that:

1 (1) Provides subsidized or unsubsidized mortgage financing for  
2 single-family home ownership, including a single condominium unit,  
3 located in the state of Washington;

4 (2) Requests the state investment board to make investments, within  
5 its policies and investment guidelines, in mortgage-backed securities  
6 that are collateralized by loans made within the state of Washington;  
7 and

8 (3) Provides flexible loan underwriting guidelines, including but  
9 not limited to provisions that will allow reduced downpayment  
10 requirements for the purchaser.

11 **Sec. 350.** RCW 43.185.020 and 1995 c 399 s 101 are each amended to  
12 read as follows:

13 "Department" means the department of community(~~(, trade, and~~  
14 ~~economic))~~ development. "Director" means the director of the  
15 department of community(~~(, trade, and economic))~~ development.

16 **Sec. 351.** RCW 43.185A.010 and 2000 c 255 s 9 are each amended to  
17 read as follows:

18 Unless the context clearly requires otherwise, the definitions in  
19 this section apply throughout this chapter.

20 (1) "Affordable housing" means residential housing for rental  
21 occupancy which, as long as the same is occupied by low-income  
22 households, requires payment of monthly housing costs, including  
23 utilities other than telephone, of no more than thirty percent of the  
24 family's income. The department shall adopt policies for residential  
25 homeownership housing, occupied by low-income households, which specify  
26 the percentage of family income that may be spent on monthly housing  
27 costs, including utilities other than telephone, to qualify as  
28 affordable housing.

29 (2) "Department" means the department of community(~~(, trade, and~~  
30 ~~economic))~~ development.

31 (3) "Director" means the director of the department of community(~~(,~~  
32 ~~trade, and economic))~~ development.

33 (4) "First-time home buyer" means an individual or his or her  
34 spouse who have not owned a home during the three-year period prior to  
35 purchase of a home.

36 (5) "Low-income household" means a single person, family or  
37 unrelated persons living together whose adjusted income is less than

1 eighty percent of the median family income, adjusted for household  
2 size, for the county where the project is located.

3 **Sec. 352.** RCW 43.185B.010 and 1995 c 399 s 104 are each amended to  
4 read as follows:

5 Unless the context clearly requires otherwise, the definitions in  
6 this section apply throughout this chapter.

7 (1) "Affordable housing" means residential housing that is rented  
8 or owned by a person or household whose monthly housing costs,  
9 including utilities other than telephone, do not exceed thirty percent  
10 of the household's monthly income.

11 (2) "Department" means the department of community(~~(, trade, and~~  
12 ~~economic))~~ development.

13 (3) "Director" means the director of community(~~(, trade, and~~  
14 ~~economic))~~ development.

15 (4) "Nonprofit organization" means any public or private nonprofit  
16 organization that: (a) Is organized under federal, state, or local  
17 laws; (b) has no part of its net earnings inuring to the benefit of any  
18 member, founder, contributor, or individual; and (c) has among its  
19 purposes significant activities related to the provision of decent  
20 housing that is affordable to very low-income, low-income, or moderate-  
21 income households and special needs populations.

22 (5) "Regulatory barriers to affordable housing" and "regulatory  
23 barriers" mean any public policies (including those embodied in  
24 statutes, ordinances, regulations, or administrative procedures or  
25 processes) required to be identified by the state or local government  
26 in connection with its strategy under section 105(b)(4) of the  
27 Cranston-Gonzalez national affordable housing act (42 U.S.C. 12701 et  
28 seq.).

29 (6) "Tenant-based organization" means a nonprofit organization  
30 whose governing body includes a majority of members who reside in the  
31 housing development and are considered low-income households.

32 **Sec. 353.** RCW 43.190.030 and 1997 c 194 s 1 are each amended to  
33 read as follows:

34 There is created the office of the state long-term care ombudsman.  
35 The department of community(~~(, trade, and economic))~~ development shall  
36 contract with a private nonprofit organization to provide long-term  
37 care ombudsman services as specified under, and consistent with, the

1 federal older Americans act as amended, federal mandates, the goals of  
2 the state, and the needs of its citizens. The department of  
3 community(~~(, trade, and economic)~~) development shall ensure that all  
4 program and staff support necessary to enable the ombudsman to  
5 effectively protect the interests of residents, patients, and clients  
6 of all long-term care facilities is provided by the nonprofit  
7 organization that contracts to provide long-term care ombudsman  
8 services. The department of community(~~(, trade, and economic)~~)  
9 development shall adopt rules to carry out this chapter and the long-  
10 term care ombudsman provisions of the federal older Americans act, as  
11 amended, and applicable federal regulations. The long-term care  
12 ombudsman program shall have the following powers and duties:

13 (1) To provide services for coordinating the activities of long-  
14 term care ombudsmen throughout the state;

15 (2) Carry out such other activities as the department of  
16 community(~~(, trade, and economic)~~) development deems appropriate;

17 (3) Establish procedures consistent with RCW 43.190.110 for  
18 appropriate access by long-term care ombudsmen to long-term care  
19 facilities and patients' records, including procedures to protect the  
20 confidentiality of the records and ensure that the identity of any  
21 complainant or resident will not be disclosed without the written  
22 consent of the complainant or resident, or upon court order;

23 (4) Establish a statewide uniform reporting system to collect and  
24 analyze data relating to complaints and conditions in long-term care  
25 facilities for the purpose of identifying and resolving significant  
26 problems, with provision for submission of such data to the department  
27 of social and health services and to the federal department of health  
28 and human services, or its successor agency, on a regular basis; and

29 (5) Establish procedures to assure that any files maintained by  
30 ombudsman programs shall be disclosed only at the discretion of the  
31 ombudsman having authority over the disposition of such files, except  
32 that the identity of any complainant or resident of a long-term care  
33 facility shall not be disclosed by such ombudsman unless:

34 (a) Such complainant or resident, or the complainant's or  
35 resident's legal representative, consents in writing to such  
36 disclosure; or

37 (b) Such disclosure is required by court order.

1       **Sec. 354.** RCW 43.280.011 and 1996 c 123 s 1 are each amended to  
2 read as follows:

3       The Washington state sexual assault services advisory committee  
4 issued a report to the department of community, trade, and economic  
5 development and the department of social and health services in June of  
6 1995. The committee made several recommendations to improve the  
7 delivery of services to victims of sexual abuse and assault: (1)  
8 Consolidate the administration and funding of sexual assault and abuse  
9 services in one agency instead of splitting those functions between the  
10 department of social and health services and the department of  
11 community, trade, and economic development; (2) adopt a funding  
12 allocation plan to pool all funds for sexual assault services and to  
13 distribute them across the state to ensure the delivery of core and  
14 specialized services; (3) establish service, data collection, and  
15 management standards and outcome measurements for recipients of grants;  
16 and (4) create a data collection system to gather pertinent data  
17 concerning the delivery of sexual assault services to victims.

18       The legislature approves the recommendations of the advisory  
19 committee and consolidates the functions and funding for sexual assault  
20 services in the department of community(~~(, trade, and economic)~~)  
21 development to implement the advisory committee's recommendations.

22       The legislature does not intend to effect a reduction in service  
23 levels within available funding by transferring department of social  
24 and health services' powers and duties to the department of  
25 community(~~(, trade, and economic)~~) development. At a minimum, the  
26 department of community(~~(, trade, and economic)~~) development shall  
27 distribute the same percentage of the services it provides victims of  
28 sexual assault and abuse, pursuant to RCW 43.280.020, 70.125.080, and  
29 74.14B.060, to children as were distributed to children through these  
30 programs in fiscal year 1996.

31       **Sec. 355.** RCW 43.280.020 and 1996 c 123 s 3 are each amended to  
32 read as follows:

33       There is established in the department of community(~~(, trade, and~~  
34 ~~economic)~~) development a grant program to enhance the funding for  
35 treating the victims of sex offenders. Activities that can be funded  
36 through this grant program are limited to those that:

37       (1) Provide effective treatment to victims of sex offenders;

1 (2) Increase access to and availability of treatment for victims of  
2 sex offenders, particularly if from underserved populations; and

3 (3) Create or build on efforts by existing community programs,  
4 coordinate those efforts, or develop cooperative efforts or other  
5 initiatives to make the most effective use of resources to provide  
6 treatment services to these victims.

7 Funding shall be given to those applicants that emphasize providing  
8 stable, victim-focused sexual abuse services and possess the  
9 qualifications to provide core services, as defined in RCW 70.125.030.  
10 Funds for specialized services, as defined in RCW 70.125.030, shall be  
11 disbursed through the request for proposal or request for  
12 qualifications process.

13 **Sec. 356.** RCW 43.280.060 and 1996 c 123 s 5 are each amended to  
14 read as follows:

15 (1) Subject to funds appropriated by the legislature, the  
16 department of community(~~(, trade, and economic)~~) development shall make  
17 awards under the grant program established by RCW 43.280.020.

18 (2) To aid the department of community(~~(, trade, and economic)~~)  
19 development in making its funding determinations, the department shall  
20 form a peer review committee comprised of individuals who are  
21 knowledgeable or experienced in the management or delivery of treatment  
22 services to victims of sex offenders. The peer review committee shall  
23 advise the department on the extent to which each eligible applicant  
24 meets the treatment and management standards, as developed by the  
25 department. The department shall consider this advice in making  
26 awards.

27 (3) Activities funded under this section may be considered for  
28 funding in future years, but shall be considered under the same terms  
29 and criteria as new activities. Funding under this chapter shall not  
30 constitute an obligation by the state of Washington to provide ongoing  
31 funding.

32 **Sec. 357.** RCW 43.280.070 and 1995 c 399 s 115 are each amended to  
33 read as follows:

34 The department of community(~~(, trade, and economic)~~) development  
35 may receive such gifts, grants, and endowments from public or private  
36 sources as may be made from time to time, in trust or otherwise, for  
37 the use and benefit of the purposes of this chapter and expend the same

1 or any income therefrom according to the terms of the gifts, grants, or  
2 endowments.

3 **Sec. 358.** RCW 43.280.080 and 1995 c 241 s 1 are each amended to  
4 read as follows:

5 The office of crime victims advocacy is established in the  
6 department of community(~~(, trade, and economic)~~) development. The  
7 office shall assist communities in planning and implementing services  
8 for crime victims, advocate on behalf of crime victims in obtaining  
9 needed services and resources, and advise local and state governments  
10 on practices, policies, and priorities that impact crime victims. In  
11 addition, the office shall administer grant programs for sexual assault  
12 treatment and prevention services, as authorized in this chapter.

13 **Sec. 359.** RCW 43.280.090 and 1995 c 269 s 2102 are each amended to  
14 read as follows:

15 The director of the department of community(~~(, trade, and~~  
16 ~~economic)~~) development may establish ad hoc advisory committees, as  
17 necessary, to obtain advice and guidance regarding the office of crime  
18 victims advocacy program.

19 **Sec. 360.** RCW 43.310.020 and 1995 c 399 s 116 are each amended to  
20 read as follows:

21 (1) The department of community(~~(, trade, and economic)~~)  
22 development may recommend existing programs or contract with either  
23 school districts or community organizations, or both, through a request  
24 for proposal process for the development, administration, and  
25 implementation in the county of community-based gang risk prevention  
26 and intervention pilot programs.

27 (2) Proposals by the school district for gang risk prevention and  
28 intervention pilot program grant funding shall begin with school years  
29 no sooner than the 1994-95 session, and last for a duration of two  
30 years.

31 (3) The school district or community organization proposal shall  
32 include:

33 (a) A description of the program goals, activities, and curriculum.  
34 The description of the program goals shall include a list of measurable  
35 objectives for the purpose of evaluation by the department of  
36 community(~~(, trade, and economic)~~) development. To the extent

1 possible, proposals shall contain empirical data on current problems,  
2 such as drop-out rates and occurrences of violence on and off campus by  
3 school-age individuals.

4 (b) A description of the individual school or schools and the  
5 geographic area to be affected by the program.

6 (c) A demonstration of broad-based support for the program from  
7 business and community organizations.

8 (d) A clear description of the experience, expertise, and other  
9 qualifications of the community organizations to conduct an effective  
10 prevention and intervention program in cooperation with a school or a  
11 group of schools.

12 (e) A proposed budget for expenditure of the grant.

13 (4) Grants awarded under this section may not be used for the  
14 administrative costs of the school district or the individual school.

15 **Sec. 361.** RCW 43.330.110 and 1993 c 280 s 14 are each amended to  
16 read as follows:

17 (1) The department of community development shall maintain an  
18 active effort to help communities, families, and individuals build and  
19 maintain capacity to meet housing needs in Washington state. The  
20 department shall facilitate partnerships among the many entities  
21 related to housing issues and leverage a variety of resources and  
22 services to produce comprehensive, cost-effective, and innovative  
23 housing solutions.

24 (2) The department shall assist in the production, development,  
25 rehabilitation, and operation of owner-occupied or rental housing for  
26 very low, low, and moderate-income persons; operate programs to assist  
27 home ownership, offer housing services, and provide emergency,  
28 transitional, and special needs housing services; and qualify as a  
29 participating state agency for all programs of the federal department  
30 of housing and urban development or its successor. The department  
31 shall develop or assist local governments in developing housing plans  
32 required by the state or federal government.

33 (3) The department shall coordinate and administer energy  
34 assistance and residential energy conservation and rehabilitation  
35 programs of the federal and state government through nonprofit  
36 organizations, local governments, and housing authorities.

1       **Sec. 362.** RCW 43.330.130 and 1993 c 280 s 16 are each amended to  
2 read as follows:

3       (1) The department of community development shall coordinate  
4 services to communities that are directed to the poor and disadvantaged  
5 through private and public nonprofit organizations and units of general  
6 purpose local governments. The department shall coordinate these  
7 programs using, to the extent possible, integrated case management  
8 methods, with other community and economic development efforts that  
9 promote self-sufficiency.

10       (2) These services may include, but not be limited to,  
11 comprehensive education services to preschool children from low-income  
12 families, providing for human service needs and advocacy, promoting  
13 volunteerism and citizen service as a means for accomplishing local  
14 community and economic development goals, coordinating and providing  
15 emergency food assistance to distribution centers and needy  
16 individuals, and providing for human service needs through community-  
17 based organizations.

18       (3) The department shall provide local communities and at-risk  
19 individuals with programs that provide community protection and assist  
20 in developing strategies to reduce substance abuse. The department  
21 shall administer programs that develop collaborative approaches to  
22 prevention, intervention, and interdiction programs. The department  
23 shall administer programs that support crime victims, address youth and  
24 domestic violence problems, provide indigent defense for low-income  
25 persons, border town disputes, and administer family services and  
26 programs to promote the state's policy as provided in RCW 74.14A.025.

27       (~~(4) The department shall provide fire protection and emergency~~  
28 ~~management services to support and strengthen local capacity for~~  
29 ~~controlling risk to life, property, and community vitality that may~~  
30 ~~result from fires, emergencies, and disasters.))~~

31       **Sec. 363.** RCW 43.330.210 and 2000 c 120 s 5 are each amended to  
32 read as follows:

33       The developmental disabilities endowment governing board is  
34 established to design and administer the developmental disabilities  
35 endowment. To the extent funds are appropriated for this purpose, the  
36 director of the department of community(~~(, trade, and economic)~~)  
37 development shall provide staff and administrative support to the  
38 governing board.

1 (1) The governing board shall consist of seven members as follows:

2 (a) Three of the members, who shall be appointed by the governor,  
3 shall be persons who have demonstrated expertise and leadership in  
4 areas such as finance, actuarial science, management, business, or  
5 public policy.

6 (b) Three members of the board, who shall be appointed by the  
7 governor, shall be persons who have demonstrated expertise and  
8 leadership in areas such as business, developmental disabilities  
9 service design, management, or public policy, and shall be family  
10 members of persons with developmental disabilities.

11 (c) The seventh member of the board, who shall serve as chair of  
12 the board, shall be appointed by the remaining six members of the  
13 board.

14 (2) Members of the board shall serve terms of four years and may be  
15 appointed for successive terms of four years at the discretion of the  
16 appointing authority. However, the governor may stagger the terms of  
17 the initial six members of the board so that approximately one-fourth  
18 of the members' terms expire each year.

19 (3) Members of the board shall be compensated for their service  
20 under RCW 43.03.240 and shall be reimbursed for travel expenses as  
21 provided in RCW 43.03.050 and 43.03.060.

22 (4) The board shall meet periodically as specified by the call of  
23 the chair, or a majority of the board.

24 (5) Members of the governing board and the state investment board  
25 shall not be considered an insurer of the funds or assets of the  
26 endowment trust fund or the individual trust accounts. Neither of  
27 these two boards or their members shall be liable for the action or  
28 (~~inactions~~ ~~[inaction]~~) inaction of the other.

29 (6) Members of the governing board and the state investment board  
30 are not liable to the state, to the fund, or to any other person as a  
31 result of their activities as members, whether ministerial or  
32 discretionary, except for willful dishonesty or intentional violations  
33 of law. The department and the state investment board, respectively,  
34 may purchase liability insurance for members.

35 **Sec. 364.** RCW 46.12.295 and 1995 c 399 s 117 are each amended to  
36 read as follows:

37 The department of (~~licensing~~) community, trade, and economic  
38 development shall transfer all titling functions pertaining to mobile

1 homes to the housing division of the department of community(~~(, trade,~~  
2 ~~and economic~~)) development by July 1, (~~(1991)~~) 2001. The department of  
3 (~~(licensing)~~) community, trade, and economic development shall transfer  
4 all books, records, files, and documents pertaining to mobile home  
5 titling to the department of community(~~(, trade, and economic)~~)  
6 development. The directors of the departments may immediately take  
7 such steps as are necessary to ensure that (~~(chapter 176, Laws of~~  
8 ~~1990)~~) this section is implemented (~~(on June 7, 1990)~~) July 1, 2001.

9       **Sec. 365.** RCW 47.12.064 and 1995 c 399 s 121 are each amended to  
10 read as follows:

11       (1) The department shall identify and catalog real property that is  
12 no longer required for department purposes and is suitable for the  
13 development of affordable housing for very low-income, low-income, and  
14 moderate-income households as defined in RCW 43.63A.510 (as recodified  
15 by this act). The inventory shall include the location, approximate  
16 size, and current zoning classification of the property. The  
17 department shall provide a copy of the inventory to the department of  
18 community(~~(, trade, and economic)~~) development by November 1, 1993, and  
19 every November 1st thereafter.

20       (2) By November 1st of each year, beginning in 1994, the department  
21 shall purge the inventory of real property of sites that are no longer  
22 available for the development of affordable housing. The department  
23 shall include an updated listing of real property that has become  
24 available since the last update. As used in this section, "real  
25 property" means buildings, land, or buildings and land.

26       **Sec. 366.** RCW 47.50.090 and 1995 c 399 s 124 are each amended to  
27 read as follows:

28       (1) The department shall develop, adopt, and maintain an access  
29 control classification system for all routes on the state highway  
30 system, the purpose of which shall be to provide for the implementation  
31 and continuing applications of the provision of this chapter.

32       (2) The principal component of the access control classification  
33 system shall be access management standards, the purpose of which shall  
34 be to provide specific minimum standards to be adhered to in the  
35 planning for and approval of access to state highways.

36       (3) The control classification system shall be developed consistent  
37 with the following:

1 (a) The department shall, no later than January 1, 1993, adopt  
2 rules setting forth procedures governing the implementation of the  
3 access control classification system required by this chapter. The  
4 rule shall provide for input from the entities described in (b) of this  
5 subsection as well as for public meetings to discuss the access control  
6 classification system. Nothing in this chapter shall affect the  
7 validity of the department's existing or subsequently adopted rules  
8 concerning access to the state highway system. Such rules shall remain  
9 in effect until repealed or replaced by the rules required by this  
10 chapter.

11 (b) The access control classification system shall be developed in  
12 cooperation with counties, cities and towns, the department of  
13 community(~~(, trade, and economic)~~) development, regional transportation  
14 planning organizations, and other local governmental entities, and for  
15 city streets designated as state highways pursuant to chapter 47.24  
16 RCW, adopted with the concurrence of the city design standards  
17 committee.

18 (c) The rule required by this section shall provide that assignment  
19 of a road segment to a specific access category be made in  
20 consideration of the following criteria:

21 (i) Local land use plans and zoning, as set forth in comprehensive  
22 plans;

23 (ii) The current functional classification as well as potential  
24 future functional classification of each road on the state highway  
25 system;

26 (iii) Existing and projected traffic volumes;

27 (iv) Existing and projected state, local, and metropolitan planning  
28 organization transportation plans and needs;

29 (v) Drainage requirements;

30 (vi) The character of lands adjoining the highway;

31 (vii) The type and volume of traffic requiring access;

32 (viii) Other operational aspects of access;

33 (ix) The availability of reasonable access by way of county roads  
34 and city streets to a state highway; and

35 (x) The cumulative effect of existing and projected connections on  
36 the state highway system's ability to provide for the safe and  
37 efficient movement of people and goods within the state.

38 (d) Access management standards shall include, but not be limited  
39 to, connection location standards, safety factors, design and

1 construction standards, desired levels of service, traffic control  
2 devices, and effective maintenance of the roads. The standards shall  
3 also contain minimum requirements for the spacing of connections,  
4 intersecting streets, roads, and highways.

5 (e) An access control category shall be assigned to each segment of  
6 the state highway system by July 1, 1993.

7 **Sec. 367.** RCW 53.36.030 and 1996 c 66 s 1 are each amended to read  
8 as follows:

9 (1)(a) Except as provided in (b) of this subsection, a port  
10 district may at any time contract indebtedness or borrow money for  
11 district purposes and may issue general obligation bonds therefor not  
12 exceeding an amount, together with any existing indebtedness of the  
13 district not authorized by the voters, of one-fourth of one percent of  
14 the value of the taxable property in the district.

15 (b) Port districts having less than eight hundred million dollars  
16 in value of taxable property during 1991 may at any time contract  
17 indebtedness or borrow money for port district purposes and may issue  
18 general obligation bonds therefor not exceeding an amount, combined  
19 with existing indebtedness of the district not authorized by the  
20 voters, of three-eighths of one percent of the value of the taxable  
21 property in the district. Prior to contracting for any indebtedness  
22 authorized by this subsection (1)(b), the port district must have a  
23 comprehensive plan for harbor improvements or industrial development  
24 and a long-term financial plan approved by the department of  
25 community(~~(, trade, and economic)~~) development. The department of  
26 community(~~(, trade, and economic)~~) development is immune from any  
27 liability for its part in reviewing or approving port district's  
28 improvement or development plans, or financial plans. Any indebtedness  
29 authorized by this subsection (1)(b) may be used only to acquire or  
30 construct a facility, and, prior to contracting for such indebtedness,  
31 the port district must have a lease contract for a minimum of five  
32 years for the facility to be acquired or constructed by the debt.

33 (2) With the assent of three-fifths of the voters voting thereon at  
34 a general or special port election called for that purpose, a port  
35 district may contract indebtedness or borrow money for district  
36 purposes and may issue general obligation bonds therefor provided the  
37 total indebtedness of the district at any such time shall not exceed

1 three-fourths of one percent of the value of the taxable property in  
2 the district.

3 (3) In addition to the indebtedness authorized under subsections  
4 (1) and (2) of this section, port districts having less than two  
5 hundred million dollars in value of taxable property and operating a  
6 municipal airport may at any time contract indebtedness or borrow money  
7 for airport capital improvement purposes and may issue general  
8 obligation bonds therefor not exceeding an additional one-eighth of one  
9 percent of the value of the taxable property in the district without  
10 authorization by the voters; and, with the assent of three-fifths of  
11 the voters voting thereon at a general or special port election called  
12 for that purpose, may contract indebtedness or borrow money for airport  
13 capital improvement purposes and may issue general obligation bonds  
14 therefor for an additional three-eighths of one percent provided the  
15 total indebtedness of the district for all port purposes at any such  
16 time shall not exceed one and one-fourth percent of the value of the  
17 taxable property in the district.

18 (4) Any port district may issue general district bonds evidencing  
19 any indebtedness, payable at any time not exceeding fifty years from  
20 the date of the bonds. Any contract for indebtedness or borrowed money  
21 authorized by RCW 53.36.030(1)(b) shall not exceed twenty-five years.  
22 The bonds shall be issued and sold in accordance with chapter 39.46  
23 RCW.

24 (5) Elections required under this section shall be held as provided  
25 in RCW 39.36.050.

26 (6) For the purpose of this section, "indebtedness of the district"  
27 shall not include any debt of a countywide district with a population  
28 less than twenty-five hundred people when the debt is secured by a  
29 mortgage on property leased to the federal government; and the term  
30 "value of the taxable property" shall have the meaning set forth in RCW  
31 39.36.015.

32 (7) This section does not apply to a loan made under a loan  
33 agreement under chapter 39.69 RCW, and a computation of indebtedness  
34 under this chapter must exclude the amount of a loan under such a loan  
35 agreement.

36 **Sec. 368.** RCW 54.16.285 and 1995 c 399 s 144 are each amended to  
37 read as follows:

1 (1) A district providing utility service for residential space  
2 heating shall not terminate such utility service between November 15<sup>th</sup>  
3 through March 15<sup>th</sup> if the customer:

4 (a) Notifies the utility of the inability to pay the bill,  
5 including a security deposit. This notice should be provided within  
6 five business days of receiving a payment overdue notice unless there  
7 are extenuating circumstances. If the customer fails to notify the  
8 utility within five business days and service is terminated, the  
9 customer can, by paying reconnection charges, if any, and fulfilling  
10 the requirements of this section, receive the protections of this  
11 chapter;

12 (b) Provides self-certification of household income for the prior  
13 twelve months to a grantee of the department of community(~~(, trade, and~~  
14 ~~economic)) development which administers federally funded energy  
15 assistance programs. The grantee shall determine that the household  
16 income does not exceed the maximum allowed for eligibility under the  
17 state's plan for low-income energy assistance under 42 U.S.C. 8624 and  
18 shall provide a dollar figure that is seven percent of household  
19 income. The grantee may verify information provided in the self-  
20 certification;~~

21 (c) Has applied for home heating assistance from applicable  
22 government and private sector organizations and certifies that any  
23 assistance received will be applied to the current bill and future  
24 utility bills;

25 (d) Has applied for low-income weatherization assistance to the  
26 utility or other appropriate agency if such assistance is available for  
27 the dwelling;

28 (e) Agrees to a payment plan and agrees to maintain the payment  
29 plan. The plan will be designed both to pay the past due bill by the  
30 following October 15<sup>th</sup> and to pay for continued utility service. If  
31 the past due bill is not paid by the following October 15<sup>th</sup>, the  
32 customer shall not be eligible for protections under this chapter until  
33 the past due bill is paid. The plan shall not require monthly payments  
34 in excess of seven percent of the customer's monthly income plus one-  
35 twelfth of any arrearage accrued from the date application is made and  
36 thereafter during November 15<sup>th</sup> through March 15<sup>th</sup>. A customer may  
37 agree to pay a higher percentage during this period, but shall not be  
38 in default unless payment during this period is less than seven percent  
39 of monthly income plus one-twelfth of any arrearage accrued from the

1 date application is made and thereafter. If assistance payments are  
2 received by the customer subsequent to implementation of the plan, the  
3 customer shall contact the utility to reformulate the plan; and

4 (f) Agrees to pay the moneys owed even if he or she moves.

5 (2) The utility shall:

6 (a) Include in any notice that an account is delinquent and that  
7 service may be subject to termination, a description of the customer's  
8 duties in this section;

9 (b) Assist the customer in fulfilling the requirements under this  
10 section;

11 (c) Be authorized to transfer an account to a new residence when a  
12 customer who has established a plan under this section moves from one  
13 residence to another within the same utility service area;

14 (d) Be permitted to disconnect service if the customer fails to  
15 honor the payment program. Utilities may continue to disconnect  
16 service for those practices authorized by law other than for nonpayment  
17 as provided for in this section. Customers who qualify for payment  
18 plans under this section who default on their payment plans and are  
19 disconnected can be reconnected and maintain the protections afforded  
20 under this chapter by paying reconnection charges, if any, and by  
21 paying all amounts that would have been due and owing under the terms  
22 of the applicable payment plan, absent default, on the date on which  
23 service is reconnected; and

24 (e) Advise the customer in writing at the time it disconnects  
25 service that it will restore service if the customer contacts the  
26 utility and fulfills the other requirements of this section.

27 (3) All districts providing utility service for residential space  
28 heating shall offer residential customers the option of a budget  
29 billing or equal payment plan. The budget billing or equal payment  
30 plan shall be offered low-income customers eligible under the state's  
31 plan for low-income energy assistance prepared in accordance with 42  
32 U.S.C. 8624(C)(1) without limiting availability to certain months of  
33 the year, without regard to the length of time the customer has  
34 occupied the premises, and without regard to whether the customer is  
35 the tenant or owner of the premises occupied.

36 (4) An agreement between the customer and the utility, whether oral  
37 or written, shall not waive the protections afforded under this  
38 chapter.

1       **Sec. 369.** RCW 54.52.010 and 1995 c 399 s 145 are each amended to  
2 read as follows:

3       A public utility district may include along with, or as part of its  
4 regular customer billings, a request for voluntary contributions to  
5 assist qualified low-income residential customers of the district in  
6 paying their electricity bills. All funds received by the district in  
7 response to such requests shall be transmitted to the grantee of the  
8 department of community(~~(, trade, and economic)~~) development which  
9 administers federally funded energy assistance programs for the state  
10 in the district's service area or to a charitable organization within  
11 the district's service area. All such funds shall be used solely to  
12 supplement assistance to low-income residential customers of the  
13 district in paying their electricity bills. The grantee or charitable  
14 organization shall be responsible to determine which of the district's  
15 customers are qualified for low-income assistance and the amount of  
16 assistance to be provided to those who are qualified.

17       **Sec. 370.** RCW 54.52.020 and 1995 c 399 s 146 are each amended to  
18 read as follows:

19       All assistance provided under this chapter shall be disbursed by  
20 the grantee or charitable organization. Where possible the public  
21 utility district will be paid on behalf of the customer by the grantee  
22 or the charitable organization. When direct vendor payment is not  
23 feasible, a check will be issued jointly payable to the customer and  
24 the public utility district. The availability of funds for assistance  
25 to a district's low-income customers as a result of voluntary  
26 contributions shall not reduce the amount of assistance for which the  
27 district's customers are eligible under the federally funded energy  
28 assistance programs administered by the grantee of the department of  
29 community(~~(, trade, and economic)~~) development within the district's  
30 service area. The grantee or charitable organization shall provide the  
31 district with a quarterly report on January 15th, April 15th, July  
32 15th, and October 15th which includes information concerning the total  
33 amount of funds received from the district, the names of all recipients  
34 of assistance from these funds, the amount received by each recipient,  
35 and the amount of funds received from the district currently on hand  
36 and available for future low-income assistance.

1       **Sec. 371.** RCW 57.46.010 and 1996 c 230 s 1401 are each amended to  
2 read as follows:

3       A district may include along with, or as part of its regular  
4 customer billings, a request for voluntary contributions to assist  
5 qualified low-income residential customers of the district in paying  
6 their district bills. All funds received by the district in response  
7 to such requests shall be transmitted to the grantee of the department  
8 of community(~~(, trade, and economic)~~) development which administers  
9 federally funded energy assistance programs for the state in the  
10 district's service area or to a charitable organization within the  
11 district's service area. All such funds shall be used solely to  
12 supplement assistance to low-income residential customers of the  
13 district in paying their district bills. The grantee or charitable  
14 organization shall be responsible to determine which of the district's  
15 customers are qualified for low-income assistance and the amount of  
16 assistance to be provided to those who are qualified.

17       **Sec. 372.** RCW 57.46.020 and 1996 c 230 s 1402 are each amended to  
18 read as follows:

19       All assistance provided under this chapter shall be disbursed by  
20 the grantee or charitable organization. Where possible the district  
21 shall be paid on behalf of the customer by the grantee or the  
22 charitable organization. When direct vendor payment is not feasible,  
23 a check shall be issued jointly payable to the customer and the  
24 district. The availability of funds for assistance to a district's  
25 low-income customers as a result of voluntary contributions shall not  
26 reduce the amount of assistance for which the district's customers are  
27 eligible under the federally funded energy assistance programs  
28 administered by the grantee of the department of community(~~(, trade,~~  
29 ~~and economic)~~) development within the district's service area. The  
30 grantee or charitable organization shall provide the district with a  
31 quarterly report on January 15th, April 15th, July 15th, and October  
32 15th which includes information concerning the total amount of funds  
33 received from the district, the names of all recipients of assistance  
34 from these funds, the amount received by each recipient, and the amount  
35 of funds received from the district currently on hand and available for  
36 future low-income assistance.

1       **Sec. 373.** RCW 59.18.440 and 1997 c 452 s 17 are each amended to  
2 read as follows:

3       (1) Any city, town, county, or municipal corporation that is  
4 required to develop a comprehensive plan under RCW 36.70A.040(1) is  
5 authorized to require, after reasonable notice to the public and a  
6 public hearing, property owners to provide their portion of reasonable  
7 relocation assistance to low-income tenants upon the demolition,  
8 substantial rehabilitation whether due to code enforcement or any other  
9 reason, or change of use of residential property, or upon the removal  
10 of use restrictions in an assisted-housing development. No city, town,  
11 county, or municipal corporation may require property owners to provide  
12 relocation assistance to low-income tenants, as defined in this  
13 chapter, upon the demolition, substantial rehabilitation, upon the  
14 change of use of residential property, or upon the removal of use  
15 restrictions in an assisted-housing development, except as expressly  
16 authorized herein or when authorized or required by state or federal  
17 law. As used in this section, "assisted housing development" means a  
18 multifamily rental housing development that either receives government  
19 assistance and is defined as federally assisted housing in RCW  
20 59.28.020, or that receives other federal, state, or local government  
21 assistance and is subject to use restrictions.

22       (2) As used in this section, "low-income tenants" means tenants  
23 whose combined total income per dwelling unit is at or below fifty  
24 percent of the median income, adjusted for family size, in the county  
25 where the tenants reside.

26       The department of community(~~(, trade, and economic)~~) development  
27 shall adopt rules defining county median income in accordance with the  
28 definitions promulgated by the federal department of housing and urban  
29 development.

30       (3) A requirement that property owners provide relocation  
31 assistance shall include the amounts of such assistance to be provided  
32 to low-income tenants. In determining such amounts, the jurisdiction  
33 imposing the requirement shall evaluate, and receive public testimony  
34 on, what relocation expenses displaced tenants would reasonably incur  
35 in that jurisdiction including:

36       (a) Actual physical moving costs and expenses;

37       (b) Advance payments required for moving into a new residence such  
38 as the cost of first and last month's rent and security and damage  
39 deposits;

1 (c) Utility connection fees and deposits; and  
2 (d) Anticipated additional rent and utility costs in the residence  
3 for one year after relocation.

4 (4)(a) Relocation assistance provided to low-income tenants under  
5 this section shall not exceed two thousand dollars for each dwelling  
6 unit displaced by actions of the property owner under subsection (1) of  
7 this section. A city, town, county, or municipal corporation may make  
8 future annual adjustments to the maximum amount of relocation  
9 assistance required under this subsection in order to reflect any  
10 changes in the housing component of the consumer price index as  
11 published by the United States department of labor, bureau of labor  
12 statistics.

13 (b) The property owner's portion of any relocation assistance  
14 provided to low-income tenants under this section shall not exceed one-  
15 half of the required relocation assistance under (a) of this subsection  
16 in cash or services.

17 (c) The portion of relocation assistance not covered by the  
18 property owner under (b) of this subsection shall be paid by the city,  
19 town, county, or municipal corporation authorized to require relocation  
20 assistance under subsection (1) of this section. The relocation  
21 assistance may be paid from proceeds collected from the excise tax  
22 imposed under RCW 82.46.010.

23 (5) A city, town, county, or municipal corporation requiring the  
24 provision of relocation assistance under this section shall adopt  
25 policies, procedures, or regulations to implement such requirement.  
26 Such policies, procedures, or regulations shall include provisions for  
27 administrative hearings to resolve disputes between tenants and  
28 property owners relating to relocation assistance or unlawful detainer  
29 actions during relocation, and shall require a decision within thirty  
30 days of a request for a hearing by either a tenant or property owner.

31 Judicial review of an administrative hearing decision relating to  
32 relocation assistance may be had by filing a petition, within ten days  
33 of the decision, in the superior court in the county where the  
34 residential property is located. Judicial review shall be confined to  
35 the record of the administrative hearing and the court may reverse the  
36 decision only if the administrative findings, inferences, conclusions,  
37 or decision is:

38 (a) In violation of constitutional provisions;

1 (b) In excess of the authority or jurisdiction of the  
2 administrative hearing officer;

3 (c) Made upon unlawful procedure or otherwise is contrary to law;  
4 or

5 (d) Arbitrary and capricious.

6 (6) Any city, town, county, or municipal corporation may require  
7 relocation assistance, under the terms of this section, for otherwise  
8 eligible tenants whose living arrangements are exempted from the  
9 provisions of this chapter under RCW 59.18.040(3) and if the living  
10 arrangement is considered to be a rental or lease not defined as a  
11 retail sale under RCW 82.04.050.

12 (7)(a) Persons who move from a dwelling unit prior to the  
13 application by the owner of the dwelling unit for any governmental  
14 permit necessary for the demolition, substantial rehabilitation, or  
15 change of use of residential property or prior to any notification or  
16 filing required for condominium conversion shall not be entitled to the  
17 assistance authorized by this section.

18 (b) Persons who move into a dwelling unit after the application for  
19 any necessary governmental permit or after any required condominium  
20 conversion notification or filing shall not be entitled to the  
21 assistance authorized by this section if such persons receive written  
22 notice from the property owner prior to taking possession of the  
23 dwelling unit that specifically describes the activity or condition  
24 that may result in their temporary or permanent displacement and  
25 advises them of their ineligibility for relocation assistance.

26 **Sec. 374.** RCW 59.21.010 and 1998 c 124 s 1 are each amended to  
27 read as follows:

28 Unless the context clearly requires otherwise, the definitions in  
29 this section apply throughout this chapter.

30 (1) "Director" means the director of the department of community(~~(~~  
31 ~~trade, and economic~~)) development.

32 (2) "Department" means the department of community(~~(~~  
33 ~~trade, and economic~~)) development.

34 (3) "Fund" means the mobile home park relocation fund established  
35 under RCW 59.21.050.

36 (4) "Mobile home park" or "park" means real property that is rented  
37 or held out for rent to others for the placement of two or more mobile  
38 homes for the primary purpose of production of income, except where the

1 real property is rented or held out for rent for seasonal recreational  
2 purpose only and is not intended for year-round occupancy.

3 (5) "Landlord" or "park-owner" means the owner of the mobile home  
4 park that is being closed at the time relocation assistance is  
5 provided.

6 (6) "Relocate" means to remove the mobile home from the mobile home  
7 park being closed.

8 (7) "Relocation assistance" means the monetary assistance provided  
9 under this chapter.

10 **Sec. 375.** RCW 59.22.020 and 1995 c 399 s 155 are each amended to  
11 read as follows:

12 The following definitions shall apply throughout this chapter  
13 unless the context clearly requires otherwise:

14 (1) "Account" means the mobile home affairs account created under  
15 RCW 59.22.070.

16 (2) "Affordable" means that, where feasible, low-income residents  
17 should not pay more than thirty percent of their monthly income for  
18 housing costs.

19 (3) "Conversion costs" includes the cost of acquiring the mobile  
20 home park, the costs of planning and processing the conversion, the  
21 costs of any needed repairs or rehabilitation, and any expenditures  
22 required by a government agency or lender for the project.

23 (4) "Department" means the department of community(~~(, trade, and~~  
24 ~~economic))~~ development.

25 (5) "Fee" means the mobile home title transfer fee imposed under  
26 RCW 59.22.080.

27 (6) "Fund" or "park purchase account" means the mobile home park  
28 purchase account created pursuant to RCW 59.22.030.

29 (7) "Housing costs" means the total cost of owning, occupying, and  
30 maintaining a mobile home and a lot or space in a mobile home park.

31 (8) "Individual interest in a mobile home park" means any interest  
32 which is fee ownership or a lesser interest which entitles the holder  
33 to occupy a lot or space in a mobile home park for a period of not less  
34 than either fifteen years or the life of the holder. Individual  
35 interests in a mobile home park include, but are not limited to, the  
36 following:

37 (a) Ownership of a lot or space in a mobile home park or  
38 subdivision;

1 (b) A membership or shares in a stock cooperative, or a limited  
2 equity housing cooperative; or

3 (c) Membership in a nonprofit mutual benefit corporation which  
4 owns, operates, or owns and operates the mobile home park.

5 (9) "Low-income resident" means an individual or household who  
6 resided in the mobile home park prior to application for a loan  
7 pursuant to this chapter and with an annual income at or below eighty  
8 percent of the median income for the county of standard metropolitan  
9 statistical area of residence. Net worth shall be considered in the  
10 calculation of income with the exception of the resident's mobile/  
11 manufactured home which is used as their primary residence.

12 (10) "Low-income spaces" means those spaces in a mobile home park  
13 operated by a resident organization which are occupied by low-income  
14 residents.

15 (11) "Mobile home park" means a mobile home park, as defined in RCW  
16 59.20.030(~~(+4)~~), or a manufactured home park subdivision as defined by  
17 RCW 59.20.030(~~(+6)~~) created by the conversion to resident ownership of  
18 a mobile home park.

19 (12) "Resident organization" means a group of mobile home park  
20 residents who have formed a nonprofit corporation, cooperative  
21 corporation, or other entity or organization for the purpose of  
22 acquiring the mobile home park in which they reside and converting the  
23 mobile home park to resident ownership. The membership of a resident  
24 organization shall include at least two-thirds of the households  
25 residing in the mobile home park at the time of application for  
26 assistance from the department.

27 (13) "Resident ownership" means, depending on the context, either  
28 the ownership, by a resident organization, as defined in this section,  
29 of an interest in a mobile home park which entitles the resident  
30 organization to control the operations of the mobile home park for a  
31 term of no less than fifteen years, or the ownership of individual  
32 interests in a mobile home park, or both.

33 (14) "Landlord" shall have the same meaning as it does in RCW  
34 59.20.030.

35 (15) "Manufactured housing" means residences constructed on one or  
36 more chassis for transportation, and which bear an insignia issued by  
37 a state or federal regulatory agency indication compliance with all  
38 applicable construction standards of the United States department of  
39 housing and urban development.

1 (16) "Mobile home" shall have the same meaning as it does in RCW  
2 46.04.302.

3 (17) "Mobile home lot" shall have the same meaning as it does in  
4 RCW 59.20.030.

5 (18) "Tenant" means a person who rents a mobile home lot for a term  
6 of one month or longer and owns the mobile home on the lot.

7 **Sec. 376.** RCW 59.22.090 and 1998 c 245 s 105 are each amended to  
8 read as follows:

9 (1) A manufactured housing task force is established to study and  
10 make recommendations concerning the structure state government should  
11 use to regulate manufactured housing in this state. In conducting this  
12 study, the task force shall review the structures used in other states,  
13 including those states with a commission structure. The task force  
14 shall consider the report prepared by the department of licensing, the  
15 department of labor and industries, and the department of community(~~(~~  
16 ~~trade, and economic)~~) development on consolidating mobile home-related  
17 functions in conducting its study. The task force may not consider any  
18 form of mobile home rent control, but shall consider mobile home park  
19 siting and density regulatory issues.

20 (2) The task force shall terminate on December 31, 1992.

21 (3) The task force shall consist of the following members:

22 (a) Two members of the house of representatives appointed by the  
23 speaker of the house of representatives, from different political  
24 caucuses;

25 (b) Two members of the senate appointed by the president of the  
26 senate, from different political caucuses;

27 (c) Two members who represent mobile home park owners, appointed by  
28 the governor;

29 (d) Two members who represent mobile home owners, appointed by the  
30 governor;

31 (e) One member who represents mobile home manufacturers, appointed  
32 by the governor;

33 (f) One member who represents mobile home dealers, appointed by the  
34 governor;

35 (g) One member who represents mobile home transporters, appointed  
36 by the governor;

37 (h) One member who represents local building officials, appointed  
38 by the governor;

1 (i) One member who is either an elected or appointed government  
2 official of a county with a population of one hundred thousand or more  
3 persons, appointed by the governor;

4 (j) One member who is either an elected or appointed government  
5 official of a county with a population of less than one hundred  
6 thousand persons, appointed by the governor;

7 (k) One member who is either an elected or appointed government  
8 official of a city with a population of thirty-five thousand persons,  
9 appointed by the governor;

10 (l) One member who is either an elected or appointed government  
11 official of a city with a population of less than thirty-five thousand  
12 persons, appointed by the governor;

13 (m) One member who represents local health officials, appointed by  
14 the governor; and

15 (n) The director, or the director's designee from the department of  
16 community(~~(, trade, and economic)~~) development, the department of  
17 licensing, the department of labor and industries, and the attorney  
18 general's office. The designees shall be nonvoting, ex officio members  
19 of the task force.

20 (4) The members of the task force shall select the chair or co-  
21 chairs of the task force.

22 (5) Staff assistance for the task force will be provided by  
23 legislative staff and staff from the agencies or offices listed in  
24 subsection (3)(n) of this section.

25 **Sec. 377.** RCW 59.24.020 and 1995 c 399 s 157 are each amended to  
26 read as follows:

27 (1) The department of community(~~(, trade, and economic)~~)  
28 development shall establish the rental security deposit guarantee  
29 program. Through this program the department of community(~~(, trade,~~  
30 ~~and economic)~~) development shall provide grants and technical  
31 assistance to local governments or nonprofit corporations, including  
32 local housing authorities as defined in RCW 35.82.030, who operate  
33 emergency housing shelters or transitional housing programs. The  
34 grants are to be used for the payment of residential rental security  
35 deposits under this chapter. The technical assistance is to help the  
36 local government or nonprofit corporation apply for grants and carry  
37 out the program. In order to be eligible for grants under this  
38 program, the recipient local government or nonprofit corporation shall

1 provide fifteen percent of the total amount needed for the security  
2 deposit. The security deposit may include last month's rent where such  
3 rent is required as a normal practice by the landlord.

4 (2) The grants and matching funds shall be placed by the recipient  
5 local government or nonprofit corporation in a revolving loan fund and  
6 deposited in a bank or savings institution in an account that is  
7 separate from all other funds of the recipient. The funds and interest  
8 earned on these funds shall be utilized only as collateral to guarantee  
9 the payment of a security deposit required by a residential rental  
10 property owner as a condition for entering into a rental agreement with  
11 a prospective tenant.

12 (3) Prospective tenants who are eligible to participate in the  
13 rental security deposit guarantee program shall be limited to homeless  
14 persons or families who are residing in an emergency shelter or  
15 transitional housing operated by a local government or a nonprofit  
16 corporation, or to families who are temporarily residing in a park,  
17 car, or are otherwise without adequate shelter. The local government  
18 or nonprofit corporation shall make a determination regarding the  
19 person's or family's eligibility to participate in this program and a  
20 determination that a local rental unit is available for occupation. A  
21 determination of eligibility shall include, but is not limited to: (a)  
22 A determination that the person or family is homeless or is in  
23 transitional housing; (b) a verification of income and that the person  
24 or family can reasonably make the monthly rental payment; and (c) a  
25 determination that the person or family does not have the financial  
26 resources to make the rental security deposit.

27 **Sec. 378.** RCW 59.24.050 and 1995 c 399 s 158 are each amended to  
28 read as follows:

29 The department of community(~~(, trade, and economic)~~) development  
30 may adopt rules to implement this chapter, including but not limited  
31 to: (1) The eligibility of and the application process for local  
32 governments and nonprofit corporations; (2) the criteria by which  
33 grants and technical assistance shall be provided to local governments  
34 and nonprofit corporations; and (3) the criteria local governments and  
35 nonprofit corporations shall use in entering into contracts with  
36 tenants and rental property owners.

1       **Sec. 379.** RCW 59.24.060 and 1995 c 399 s 159 are each amended to  
2 read as follows:

3       The department of community(~~(, trade, and economic)~~) development  
4 may receive such gifts, grants, or endowments from public or private  
5 sources, as may be made from time to time, in trust or otherwise, to be  
6 used by the department of community(~~(, trade, and economic)~~)  
7 development for its programs, including the rental security deposit  
8 guarantee program. Funds from the housing trust fund, chapter 43.185  
9 RCW, up to one hundred thousand dollars, may be used for the rental  
10 security deposit guarantee program by the department of community(~~(,  
11 trade, and economic)~~) development, local governments, and nonprofit  
12 organizations, provided all the requirements of this chapter and  
13 chapter 43.185 RCW are met.

14       **Sec. 380.** RCW 59.28.040 and 2000 c 255 s 3 are each amended to  
15 read as follows:

16       Except as provided in RCW 59.28.030, all owners of federally  
17 assisted housing shall, at least twelve months before the expiration of  
18 the rental assistance contract or prepayment of a mortgage or loan,  
19 serve a written notice of the anticipated expiration or prepayment date  
20 on each tenant household residing in the housing, on the clerk of the  
21 city, or county if in an unincorporated area, in which the property is  
22 located, on any public housing agency that would be responsible for  
23 administering tenant-based rental assistance to persons who would  
24 otherwise be displaced from this housing, and on the department of  
25 community(~~(, trade, and economic)~~) development, by regular and  
26 certified mail. All owners of federally assisted housing shall also  
27 serve written notice of the anticipated expiration or prepayment date  
28 on each tenant household that moves into the housing after the initial  
29 notice has been given, but before the expiration of the rental  
30 assistance contract or prepayment of the mortgage or loan. This notice  
31 shall be given before a new tenant is asked to execute a rental  
32 agreement or required to pay any deposits.

33       **Sec. 381.** RCW 59.28.050 and 1995 c 399 s 161 are each amended to  
34 read as follows:

35       This chapter shall not in any way prohibit an owner of federally  
36 assisted housing from terminating a rental assistance contract or  
37 prepaying a mortgage or loan. The requirement in this chapter for

1 notice shall not be construed as conferring any new or additional  
2 regulatory power upon the city or county clerk or upon the department  
3 of community(~~(, trade, and economic)~~) development.

4 **Sec. 382.** RCW 59.28.060 and 2000 c 255 s 4 are each amended to  
5 read as follows:

6 (1) The notice to tenants required by RCW 59.28.040 shall state:  
7 (a) Whether the owner (i) intends to prepay the mortgage or loan or  
8 allow the rental assistance contract to expire in order to operate the  
9 housing without any low-income use restrictions, (ii) plans on renewing  
10 the rental assistance contract subject to the availability of adequate  
11 appropriations, or (iii) is seeking additional financial incentives or  
12 higher rents as a condition of remaining in the federal program; (b)  
13 the reason the owner plans on taking this action; (c) the owner's plans  
14 for the project, including any timetables or deadlines for actions to  
15 be taken by the owner and any specific federal, state, or local agency  
16 approvals that the owner is required to obtain; (d) the anticipated  
17 date of the prepayment of the mortgage or loan or expiration of the  
18 rental assistance contract; (e) the effect, if any, that prepayment of  
19 the mortgage or loan or expiration of the rental assistance contract  
20 will have upon the tenants' rent and other terms of their rental  
21 agreement; and (f) that additional information will be served on the  
22 city or county, on the local public housing agency, and on the  
23 department of community(~~(, trade, and economic)~~) development and will  
24 be posted at the development. The owner shall also include with the  
25 notice written information, prepared by the department of community(~~(, trade, and economic)~~)  
26 development under RCW 59.28.120(1), concerning  
27 the legal rights, responsibilities, and options of owners and tenants  
28 when an owner intends to prepay a mortgage or loan or terminate a  
29 rental assistance contract.

30 (2) The notice to the city or county clerk and to the department of  
31 community(~~(, trade, and economic)~~) development required by RCW  
32 59.28.040 shall state: (a) The name, location, and project number of  
33 the federally assisted housing and the type of assistance received from  
34 the federal government; (b) the number and size of units; (c) the age,  
35 race, family size, and estimated incomes of the tenants who will be  
36 affected by the prepayment of the loan or mortgage or expiration of the  
37 federal assistance contract; (d) the current rents and projected rent  
38 increases for each affected tenant after the prepayment of the mortgage

1 or loan or expiration of the rental assistance contract without  
2 disclosing the identities of the affected tenants; (e) the availability  
3 and type, if any, of rental assistance after the prepayment of the  
4 mortgage or loan or expiration of the rental assistance contract; and  
5 (f) the age, race, family size, and estimated incomes of any applicants  
6 on the project's waiting list without disclosing the identities of the  
7 applicants. The owner shall attach to this notice a copy of the notice  
8 the owner sends to the tenants under this chapter.

9 (3) All owners of federally assisted housing shall immediately post  
10 a copy of any notices they send the city or county clerk, any public  
11 housing agency, and the department of community(~~(, trade, and~~  
12 ~~economic~~)) development, under RCW 59.28.040, in a conspicuous place at  
13 the development where they are likely to be seen by current and  
14 prospective tenants. The notices shall be maintained intact and in  
15 legible form for twelve months from the date they are posted.

16 All owners of federally assisted housing shall, upon request of any  
17 state or local agency, provide the agency with a copy of any rent  
18 comparability study, market analysis, or projected budget that they  
19 submit to the United States department of housing and urban development  
20 or other federal agency in conjunction with the prepayment of their  
21 mortgage or loan or in anticipation of the expiration of their rental  
22 assistance contract, together with any physical inspection reports or  
23 capital needs assessments completed by the owner or federal agency  
24 within the last three years.

25 **Sec. 383.** RCW 66.08.195 and 1995 c 159 s 2 are each amended to  
26 read as follows:

27 For the purposes of this chapter:

28 (1) "Border area" means any incorporated city or town located  
29 within seven miles of the Washington-Canadian border or any  
30 unincorporated area that is a point of land surrounded on three sides  
31 by saltwater and adjacent to the Canadian border.

32 (2) "Border area per-capita law-enforcement spending" equals total  
33 per capita expenditures in a border area on: Law enforcement operating  
34 costs, court costs, law enforcement-related insurance, and detention  
35 expenses, minus funds allocated to a border area under RCW 66.08.190  
36 and 66.08.196.

37 (3) "Border-crossing traffic total" means the number of vehicles,  
38 vessels, and aircraft crossing into the United States through a United

1 States customs service border crossing that enter into the border area  
2 during a federal fiscal year, using border crossing statistics and  
3 criteria included in guidelines adopted by the department of  
4 community(~~(, trade, and economic)~~) development.

5 (4) "Border-related crime statistic" means the sum of infractions  
6 and citations issued, and arrests of persons permanently residing  
7 outside Washington state in a border area during a calendar year.

8 **Sec. 384.** RCW 66.08.198 and 1995 c 159 s 4 are each amended to  
9 read as follows:

10 The department of community(~~(, trade, and economic)~~) development  
11 shall develop guidelines to determine the figures used under the three  
12 distribution factors defined in RCW 66.08.195. At the request of any  
13 border community, the department may review these guidelines once every  
14 three years.

15 **Sec. 385.** RCW 67.38.070 and 1995 c 399 s 167 are each amended to  
16 read as follows:

17 The comprehensive cultural arts, stadium and convention plan  
18 adopted by the district shall be reviewed by the department of  
19 community(~~(, trade, and economic)~~) development to determine:

20 (1) Whether the plan will enhance the progress of the state and  
21 provide for the general welfare of the population; and

22 (2) Whether such plan is eligible for matching federal funds.

23 After reviewing the comprehensive cultural arts, stadium and  
24 convention plan, the department of community(~~(, trade, and economic)~~)  
25 development shall have sixty days in which to approve such plan and to  
26 certify to the state treasurer that such district shall be eligible to  
27 receive funds. To be approved a plan shall provide for coordinated  
28 cultural arts, stadium and convention planning, and be consistent with  
29 the public cultural arts, stadium and convention coordination criteria  
30 in a manner prescribed by chapter 35.60 RCW. In the event such  
31 comprehensive plan is disapproved and ruled ineligible to receive  
32 funds, the department of community(~~(, trade, and economic)~~) development  
33 shall provide written notice to the district within thirty days as to  
34 the reasons for such plan's disapproval and such ineligibility. The  
35 district may resubmit such plan upon reconsideration and correction of  
36 such deficiencies cited in such notice of disapproval.

1       **Sec. 386.** RCW 68.60.030 and 1995 c 399 s 168 are each amended to  
2 read as follows:

3       (1)(a) The archaeological and historical division of the department  
4 of community(~~(, trade, and economic)~~) development may grant by  
5 nontransferable certificate authority to maintain and protect an  
6 abandoned cemetery upon application made by a preservation organization  
7 which has been incorporated for the purpose of restoring, maintaining,  
8 and protecting an abandoned cemetery. Such authority shall be limited  
9 to the care, maintenance, restoration, protection, and historical  
10 preservation of the abandoned cemetery, and shall not include authority  
11 to make burials, unless specifically granted by the cemetery board.

12       (b) Those preservation and maintenance corporations that are  
13 granted authority to maintain and protect an abandoned cemetery shall  
14 be entitled to hold and possess burial records, maps, and other  
15 historical documents as may exist. Maintenance and preservation  
16 corporations that are granted authority to maintain and protect an  
17 abandoned cemetery shall not be liable to those claiming burial rights,  
18 ancestral ownership, or to any other person or organization alleging to  
19 have control by any form of conveyance not previously recorded at the  
20 county auditor's office within the county in which the abandoned  
21 cemetery exists. Such organizations shall not be liable for any  
22 reasonable alterations made during restoration work on memorials,  
23 roadways, walkways, features, plantings, or any other detail of the  
24 abandoned cemetery.

25       (c) Should the maintenance and preservation corporation be  
26 dissolved, the archaeological and historical division of the department  
27 of community(~~(, trade, and economic)~~) development shall revoke the  
28 certificate of authority.

29       (d) Maintenance and preservation corporations that are granted  
30 authority to maintain and protect an abandoned cemetery may establish  
31 care funds pursuant to chapter 68.44 RCW, and shall report in  
32 accordance with chapter 68.44 RCW to the state cemetery board.

33       (2) Except as provided in subsection (1) of this section, the  
34 department of community(~~(, trade, and economic)~~) development may, in  
35 its sole discretion, authorize any Washington nonprofit corporation  
36 that is not expressly incorporated for the purpose of restoring,  
37 maintaining, and protecting an abandoned cemetery, to restore,  
38 maintain, and protect one or more abandoned cemeteries. The  
39 authorization may include the right of access to any burial records,

1 maps, and other historical documents, but shall not include the right  
2 to be the permanent custodian of original records, maps, or documents.  
3 This authorization shall be granted by a nontransferable certificate of  
4 authority. Any nonprofit corporation authorized and acting under this  
5 subsection is immune from liability to the same extent as if it were a  
6 preservation organization holding a certificate of authority under  
7 subsection (1) of this section.

8 (3) The department of community(~~(, trade, and economic)~~)  
9 development shall establish standards and guidelines for granting  
10 certificates of authority under subsections (1) and (2) of this section  
11 to assure that any restoration, maintenance, and protection activities  
12 authorized under this subsection are conducted and supervised in an  
13 appropriate manner.

14 **Sec. 387.** RCW 70.05.125 and 1998 c 266 s 1 are each amended to  
15 read as follows:

16 (1) The county public health account is created in the state  
17 treasury. Funds deposited in the county public health account shall be  
18 distributed by the state treasurer to each local public health  
19 jurisdiction based upon amounts certified to it by the department of  
20 community(~~(, trade, and economic)~~) development in consultation with the  
21 Washington state association of counties. The account shall include  
22 funds distributed under RCW (~~(82.44.110 and)~~) 82.14.200(8) and such  
23 funds as are appropriated to the account from the health services  
24 account under RCW 43.72.900, the public health services account under  
25 RCW 43.72.902, and such other funds as the legislature may appropriate  
26 to it.

27 (2)(a) The director of the department of community(~~(, trade, and~~  
28 ~~economic)~~) development shall certify the amounts to be distributed to  
29 each local public health jurisdiction using 1995 as the base year of  
30 actual city contributions to local public health.

31 (b) Only if funds are available and in an amount no greater than  
32 available funds under RCW 82.14.200(8), the department of community(~~(,~~  
33 ~~trade, and economic)~~) development shall adjust the amount certified  
34 under (a) of this subsection to compensate for any annexation of an  
35 area with fifty thousand residents or more to any city as a result of  
36 a petition during calendar year 1996 or 1997, or for any city that  
37 became newly incorporated as a result of an election during calendar  
38 year 1994 or 1995. The amount to be adjusted shall be equal to the

1 amount which otherwise would have been lost to the health jurisdiction  
2 due to the annexation or incorporation as calculated using the  
3 jurisdiction's 1995 funding formula.

4 (c) The county treasurer shall certify the actual 1995 city  
5 contribution to the department. Funds in excess of the base shall be  
6 distributed proportionately among the health jurisdictions based on  
7 incorporated population figures as last determined by the office of  
8 financial management.

9 (3) Moneys distributed under this section shall be expended  
10 exclusively for local public health purposes.

11 **Sec. 388.** RCW 70.94.537 and 1997 c 250 s 5 are each amended to  
12 read as follows:

13 (1) A twenty-eight member state commute trip reduction task force  
14 is established as follows:

15 (a) The secretary of the department of transportation or the  
16 secretary's designee who shall serve as chair;

17 (b) The director of the department of ecology or the director's  
18 designee;

19 (c) The director of the department of community(~~(, trade, and~~  
20 ~~economic))~~ development or the director's designee;

21 (d) The director of the department of general administration or the  
22 director's designee;

23 (e) Three representatives from counties appointed by the governor  
24 from a list of at least six recommended by the Washington state  
25 association of counties;

26 (f) Three representatives from cities and towns appointed by the  
27 governor from a list of at least six recommended by the association of  
28 Washington cities;

29 (g) Three representatives from transit agencies appointed by the  
30 governor from a list of at least six recommended by the Washington  
31 state transit association;

32 (h) Twelve representatives of employers at or owners of major  
33 worksites in Washington appointed by the governor from a list  
34 recommended by the association of Washington business or other  
35 statewide business associations representing major employers, provided  
36 that every affected county shall have at least one representative; and

37 (i) Three citizens appointed by the governor.

1 Members of the commute trip reduction task force shall serve  
2 without compensation but shall be reimbursed for travel expenses as  
3 provided in RCW 43.03.050 and 43.03.060. Members appointed by the  
4 governor shall be compensated in accordance with RCW 43.03.220. The  
5 task force has all powers necessary to carry out its duties as  
6 prescribed by this chapter. The task force shall be dissolved on July  
7 1, 2006.

8 (2) By March 1, 1992, the commute trip reduction task force shall  
9 establish guidelines for commute trip reduction plans. The guidelines  
10 are intended to ensure consistency in commute trip reduction plans and  
11 goals among jurisdictions while fairly taking into account differences  
12 in employment and housing density, employer size, existing and  
13 anticipated levels of transit service, special employer circumstances,  
14 and other factors the task force determines to be relevant. The  
15 guidelines shall include:

16 (a) Criteria for establishing commute trip reduction zones;

17 (b) Methods and information requirements for determining base year  
18 values of the proportion of single-occupant vehicle commute trips and  
19 the commute trip vehicle miles traveled per employee and progress  
20 toward meeting commute trip reduction plan goals;

21 (c) Model commute trip reduction ordinances;

22 (d) Methods for assuring consistency in the treatment of employers  
23 who have worksites subject to the requirements of this chapter in more  
24 than one jurisdiction;

25 (e) An appeals process by which major employers, who as a result of  
26 special characteristics of their business or its locations would be  
27 unable to meet the requirements of a commute trip reduction plan, may  
28 obtain a waiver or modification of those requirements and criteria for  
29 determining eligibility for waiver or modification;

30 (f) Methods to ensure that employers shall receive full credit for  
31 the results of transportation demand management efforts and commute  
32 trip reduction programs which have been implemented by major employers  
33 prior to the base year;

34 (g) Alternative commute trip reduction goals for major employers  
35 which cannot meet the goals of this chapter because of the unique  
36 nature of their business;

37 (h) Alternative commute trip reduction goals for major employers  
38 whose worksites change and who contribute substantially to traffic  
39 congestion in a trip reduction zone; and

1 (i) Methods to insure that employers receive credit for scheduling  
2 changes enacted pursuant to the criteria identified in RCW  
3 70.94.527(11).

4 (3) The task force shall work with jurisdictions, major employers,  
5 and other parties to develop and implement a public awareness campaign  
6 designed to increase the effectiveness of local commute trip reduction  
7 programs and support achievement of the objectives identified in this  
8 chapter.

9 (4) The task force shall assess the commute trip reduction options  
10 available to employers other than major employers and make  
11 recommendations to the legislature by October 1, 1992. The  
12 recommendations shall include the minimum size of employer who shall be  
13 required to implement trip reduction programs and the appropriate  
14 methods those employers can use to accomplish trip reduction goals.

15 (5) The task force shall review progress toward implementing  
16 commute trip reduction plans and programs and the costs and benefits of  
17 commute trip reduction plans and programs and shall make  
18 recommendations to the legislature by December 1, 1995, December 1,  
19 1999, December 1, 2001, December 1, 2003, and December 1, 2005. In  
20 assessing the costs and benefits, the task force shall consider the  
21 costs of not having implemented commute trip reduction plans and  
22 programs. The task force shall examine other transportation demand  
23 management programs nationally and incorporate its findings into its  
24 recommendations to the legislature. The recommendations shall address  
25 the need for continuation, modification, or termination or any or all  
26 requirements of this chapter. The recommendations made December 1,  
27 1995, shall include recommendations regarding extension of the  
28 requirements of this chapter to employers with fifty or more full-time  
29 employees at a single worksite who begin their regular work day between  
30 6:00 a.m. and 9:00 a.m. on weekdays for more than twelve continuous  
31 months.

32 **Sec. 389.** RCW 70.95.260 and 1995 c 399 s 189 are each amended to  
33 read as follows:

34 The department shall in addition to its other powers and duties:

35 (1) Cooperate with the appropriate federal, state, interstate and  
36 local units of government and with appropriate private organizations in  
37 carrying out the provisions of this chapter.

1 (2) Coordinate the development of a solid waste management plan for  
2 all areas of the state in cooperation with local government, the  
3 department of community(~~(, trade, and economic)~~) development, and other  
4 appropriate state and regional agencies. The plan shall relate to  
5 solid waste management for twenty years in the future and shall be  
6 reviewed biennially, revised as necessary, and extended so that  
7 perpetually the plan shall look to the future for twenty years as a  
8 guide in carrying out a state coordinated solid waste management  
9 program. The plan shall be developed into a single integrated document  
10 and shall be adopted no later than October 1990. The plan shall be  
11 revised regularly after its initial completion so that local  
12 governments revising local comprehensive solid waste management plans  
13 can take advantage of the data and analysis in the state plan.

14 (3) Provide technical assistance to any person as well as to  
15 cities, counties, and industries.

16 (4) Initiate, conduct, and support research, demonstration  
17 projects, and investigations, and coordinate research programs  
18 pertaining to solid waste management systems.

19 (5) Develop statewide programs to increase public awareness of and  
20 participation in tire recycling, and to stimulate and encourage local  
21 private tire recycling centers and public participation in tire  
22 recycling.

23 (6) May, under the provisions of the Administrative Procedure Act,  
24 chapter 34.05 RCW, as now or hereafter amended, from time to time  
25 promulgate such rules (~~(and regulations)~~) as are necessary to carry out  
26 the purposes of this chapter.

27 **Sec. 390.** RCW 70.95.265 and 1995 c 399 s 190 are each amended to  
28 read as follows:

29 The department shall work closely with the department of  
30 community(~~(, trade, and economic)~~) development, the department of  
31 general administration, and with other state departments and agencies,  
32 the Washington state association of counties, the association of  
33 Washington cities, and business associations, to carry out the  
34 objectives and purposes of chapter 41, Laws of 1975-'76 2nd ex. sess.

35 **Sec. 391.** RCW 70.95.810 and 1998 c 245 s 132 are each amended to  
36 read as follows:

1 (1) In order to establish the feasibility of composting food and  
2 yard wastes, the department shall provide funds, as available, to local  
3 governments submitting a proposal to compost such wastes.

4 (2) The department, in cooperation with the department of  
5 community(~~(, trade, and economic)~~) development, may approve an  
6 application if the project can demonstrate the essential parameters for  
7 successful composting, including, but not limited to, cost-  
8 effectiveness, handling and safety requirements, and current and  
9 potential markets.

10 **Sec. 392.** RCW 70.105.020 and 1994 c 264 s 42 are each amended to  
11 read as follows:

12 The department after notice and public hearing shall:

13 (1) Adopt regulations designating as extremely hazardous wastes  
14 subject to the provisions of this chapter those substances which  
15 exhibit characteristics consistent with the definition provided in RCW  
16 70.105.010(6);

17 (2) Adopt and may revise when appropriate, minimum standards and  
18 regulations for disposal of extremely hazardous wastes to protect  
19 against hazards to the public, and to the environment. Before adoption  
20 of such standards and regulations, the department shall consult with  
21 appropriate agencies of interested local governments and secure  
22 technical assistance from the department of agriculture, the department  
23 of social and health services, the department of fish and wildlife, the  
24 department of natural resources, the department of labor and  
25 industries, and the department of community(~~(, trade, and economic)~~)  
26 development, through the director of fire protection.

27 **Sec. 393.** RCW 70.114A.070 and 1995 c 220 s 7 are each amended to  
28 read as follows:

29 The department of community(~~(, trade, and economic)~~) development  
30 shall contract with private, nonprofit corporations to provide  
31 technical assistance to any private individual or nonprofit  
32 organization wishing to construct temporary or permanent worker  
33 housing. The assistance may include information on state and local  
34 application and approval procedures, information or assistance in  
35 applying for federal, state, or local financial assistance, including  
36 tax incentives, information on cost-effective housing designs, or any  
37 other assistance the department of community(~~(, trade, and economic)~~)

1 development may deem helpful in obtaining the active participation of  
2 private individuals or groups in constructing or operating temporary or  
3 permanent worker housing.

4 **Sec. 394.** RCW 70.119A.170 and 1997 c 218 s 4 are each amended to  
5 read as follows:

6 (1) A drinking water assistance account is created in the state  
7 treasury. Such subaccounts as are necessary to carry out the purposes  
8 of this chapter are permitted to be established within the account.  
9 The purpose of the account is to allow the state to use any federal  
10 funds that become available to states from congress to fund a state  
11 revolving loan fund program as part of the reauthorization of the  
12 federal safe drinking water act. Expenditures from the account may  
13 only be made by the secretary, the public works board, or the  
14 department of community(~~(, trade, and economic)~~) development, after  
15 appropriation. Moneys in the account may only be used, consistent with  
16 federal law, to assist water systems to provide safe drinking water  
17 through a program administered through the department of health, the  
18 public works board, and the department of community(~~(, trade, and~~  
19 ~~economic)~~) development and for other activities authorized under  
20 federal law. Money may be placed in the account from the proceeds of  
21 bonds when authorized by the legislature, transfers from other state  
22 funds or accounts, federal capitalization grants or other financial  
23 assistance, all repayments of moneys borrowed from the account, all  
24 interest payments made by borrowers from the account or otherwise  
25 earned on the account, or any other lawful source. All interest earned  
26 on moneys deposited in the account, including repayments, shall remain  
27 in the account and may be used for any eligible purpose. Moneys in the  
28 account may only be used to assist local governments and water systems  
29 to provide safe and reliable drinking water, for other services and  
30 assistance authorized by federal law to be funded from these federal  
31 funds, and to administer the program.

32 (2) The department and the public works board shall establish and  
33 maintain a program to use the moneys in the drinking water assistance  
34 account as provided by the federal government under the safe drinking  
35 water act. The department and the public works board, in consultation  
36 with purveyors, local governments, local health jurisdictions,  
37 financial institutions, commercial construction interests, other state  
38 agencies, and other affected and interested parties, shall by January

1 1, 1999, adopt final joint rules and requirements for the provision of  
2 financial assistance to public water systems as authorized under  
3 federal law. Prior to the effective date of the final rules, the  
4 department and the public works board may establish and utilize  
5 guidelines for the sole purpose of ensuring the timely procurement of  
6 financial assistance from the federal government under the safe  
7 drinking water act, but such guidelines shall be converted to rules by  
8 January 1, 1999. The department and the public works board shall make  
9 every reasonable effort to ensure the state's receipt and disbursement  
10 of federal funds to eligible public water systems as quickly as  
11 possible after the federal government has made them available. By  
12 December 15, 1997, the department and the public works board shall  
13 provide a report to the appropriate committees of the legislature  
14 reflecting the input from the affected interests and parties on the  
15 status of the program. The report shall include significant issues and  
16 concerns, the status of rule making and guidelines, and a plan for the  
17 adoption of final rules.

18 (3) If the department, public works board, or any other department,  
19 agency, board, or commission of state government participates in  
20 providing service under this section, the administering entity shall  
21 endeavor to provide cost-effective and timely services. Mechanisms to  
22 provide cost-effective and timely services include: (a) Adopting  
23 federal guidelines by reference into administrative rules; (b) using  
24 existing management mechanisms rather than creating new administrative  
25 structures; (c) investigating the use of service contracts, either with  
26 other governmental entities or with nongovernmental service providers;  
27 (d) the use of joint or combined financial assistance applications; and  
28 (e) any other method or practice designed to streamline and expedite  
29 the delivery of services and financial assistance.

30 (4) The department shall have the authority to establish assistance  
31 priorities and carry out oversight and related activities, other than  
32 financial administration, with respect to assistance provided with  
33 federal funds. The department, the public works board, and the  
34 department of community(~~(, trade, and economic)~~) development shall  
35 jointly develop, with the assistance of water purveyors and other  
36 affected and interested parties, a memorandum of understanding setting  
37 forth responsibilities and duties for each of the parties. The  
38 memorandum of understanding at a minimum, shall include:

1 (a) Responsibility for developing guidelines for providing  
2 assistance to public water systems and related oversight prioritization  
3 and oversight responsibilities including requirements for  
4 prioritization of loans or other financial assistance to public water  
5 systems;

6 (b) Department submittal of preapplication information to the  
7 public works board for review and comment;

8 (c) Department submittal of a prioritized list of projects to the  
9 public works board for determination of:

10 (i) Financial capability of the applicant; and  
11 (ii) Readiness to proceed, or the ability of the applicant to  
12 promptly commence the project;

13 (d) A process for determining consistency with existing water  
14 resource planning and management, including coordinated water supply  
15 plans, regional water resource plans, and comprehensive plans under the  
16 growth management act, chapter 36.70A RCW;

17 (e) A determination of:

18 (i) Least-cost solutions, including consolidation and restructuring  
19 of small systems, where appropriate, into more economical units;  
20 (ii) The provision of regional facilities;  
21 (iii) Projects and activities that facilitate compliance with the  
22 federal safe drinking water act; and  
23 (iv) Projects and activities that are intended to achieve the  
24 public health objectives of federal and state drinking water laws;

25 (f) Implementation of water conservation and other demand  
26 management measures consistent with state guidelines for water  
27 utilities;

28 (g) Assistance for the necessary planning and engineering to assure  
29 that consistency, coordination, and proper professional review are  
30 incorporated into projects or activities proposed for funding;

31 (h) Minimum standards for water system capacity, financial  
32 viability, and water system planning;

33 (i) Testing and evaluation of the water quality of the state's  
34 public water system to assure that priority for financial assistance is  
35 provided to systems and areas with threats to public health from  
36 contaminated supplies and reduce in appropriate cases the substantial  
37 increases in costs and rates that customers of small systems would  
38 otherwise incur under the monitoring and testing requirements of the  
39 federal safe drinking water act;

1 (j) Coordination, to the maximum extent possible, with other state  
2 programs that provide financial assistance to public water systems and  
3 state programs that address existing or potential water quality or  
4 drinking contamination problems;

5 (k) Definitions of "affordability" and "disadvantaged community"  
6 that are consistent with these and similar terms in use by other state  
7 or federal assistance programs;

8 (l) Criteria for the financial assistance program for public water  
9 systems, which shall include, but are not limited to:

10 (i) Determining projects addressing the most serious risk to human  
11 health;

12 (ii) Determining the capacity of the system to effectively manage  
13 its resources, including meeting state financial viability criteria;  
14 and

15 (iii) Determining the relative benefit to the community served; and

16 (m) Ensure that each agency fulfills the audit, accounting, and  
17 reporting requirements under federal law for its portion of the  
18 administration of this program.

19 (5) The department and the public works board shall begin the  
20 process to disburse funds no later than October 1, 1997, and shall  
21 adopt such rules as are necessary under chapter 34.05 RCW to administer  
22 the program by January 1, 1999.

23 **Sec. 395.** RCW 70.125.030 and 2000 c 54 s 1 are each amended to  
24 read as follows:

25 As used in this chapter and unless the context indicates otherwise:

26 (1) "Core services" means treatment services for victims of sexual  
27 assault including information and referral, crisis intervention,  
28 medical advocacy, legal advocacy, support, system coordination, and  
29 prevention for potential victims of sexual assault.

30 (2) "Department" means the department of community(~~(, trade, and~~  
31 ~~economic)) development.~~

32 (3) "Law enforcement agencies" means police and sheriff's  
33 departments of this state.

34 (4) "Personal representative" means a friend, relative, attorney,  
35 or employee or volunteer from a community sexual assault program or  
36 specialized treatment service provider.

37 (5) "Rape crisis center" means a community-based social service  
38 agency which provides services to victims of sexual assault.

1 (6) "Community sexual assault program" means a community-based  
2 social service agency that is qualified to provide and provides core  
3 services to victims of sexual assault.

4 (7) "Sexual assault" means one or more of the following:

5 (a) Rape or rape of a child;

6 (b) Assault with intent to commit rape or rape of a child;

7 (c) Incest or indecent liberties;

8 (d) Child molestation;

9 (e) Sexual misconduct with a minor;

10 (f) Custodial sexual misconduct;

11 (g) Crimes with a sexual motivation; or

12 (h) An attempt to commit any of the aforementioned offenses.

13 (8) "Specialized services" means treatment services for victims of  
14 sexual assault including support groups, therapy, and specialized  
15 sexual assault medical examination.

16 (9) "Victim" means any person who suffers physical and/or mental  
17 anguish as a proximate result of a sexual assault.

18 **Sec. 396.** RCW 70.164.020 and 1995 c 399 s 199 are each amended to  
19 read as follows:

20 Unless the context clearly requires otherwise, the definitions in  
21 this section apply throughout this chapter.

22 (1) "Department" means the department of community(~~(, trade, and~~  
23 ~~economic)) development.~~

24 (2) "Energy assessment" means an analysis of a dwelling unit to  
25 determine the need for cost-effective energy conservation measures as  
26 determined by the department.

27 (3) "Household" means an individual or group of individuals living  
28 in a dwelling unit as defined by the department.

29 (4) "Low income" means household income that is at or below one  
30 hundred twenty-five percent of the federally established poverty level.

31 (5) "Nonutility sponsor" means any sponsor other than a public  
32 service company, municipality, public utility district, mutual or  
33 cooperative, furnishing gas or electricity used to heat low-income  
34 residences.

35 (6) "Residence" means a dwelling unit as defined by the department.

36 (7) "Sponsor" means any entity that submits a proposal under RCW  
37 70.164.040, including but not limited to any local community action  
38 agency, community service agency, or any other participating agency or

1 any public service company, municipality, public utility district,  
2 mutual or cooperative, or any combination of such entities that jointly  
3 submits a proposal.

4 (8) "Sponsor match" means the share, if any, of the cost of  
5 weatherization to be paid by the sponsor.

6 (9) "Weatherization" means materials or measures, and their  
7 installation, that are used to improve the thermal efficiency of a  
8 residence.

9 (10) "Weatherizing agency" means any approved department grantee or  
10 any public service company, municipality, public utility district,  
11 mutual or cooperative, or other entity that bears the responsibility  
12 for ensuring the performance of weatherization of residences under this  
13 chapter and has been approved by the department.

14 **Sec. 397.** RCW 70.190.010 and 1996 c 132 s 2 are each amended to  
15 read as follows:

16 Unless the context clearly requires otherwise, the definitions in  
17 this section apply throughout this chapter.

18 (1) "Administrative costs" means the costs associated with  
19 procurement; payroll processing; personnel functions; management;  
20 maintenance and operation of space and property; data processing and  
21 computer services; accounting; budgeting; auditing; indirect costs; and  
22 organizational planning, consultation, coordination, and training.

23 (2) "Assessment" has the same meaning as provided in RCW 43.70.010.

24 (3) "At-risk" children are children who engage in or are victims of  
25 at-risk behaviors.

26 (4) "At-risk behaviors" means violent delinquent acts, teen  
27 substance abuse, teen pregnancy and male parentage, teen suicide  
28 attempts, dropping out of school, child abuse or neglect, and domestic  
29 violence.

30 (5) "Community public health and safety networks" or "networks"  
31 means the organizations authorized under RCW 70.190.060.

32 (6) "Comprehensive plan" means a two-year plan that examines  
33 available resources and unmet needs for a county or multicounty area,  
34 barriers that limit the effective use of resources, and a plan to  
35 address these issues that is broadly supported by local residents.

36 (7) "Participating state agencies" means the office of the  
37 superintendent of public instruction, the department of social and  
38 health services, the department of health, the employment security

1 department, the department of community(~~(, trade, and economic)~~)  
2 development, and such other departments as may be specifically  
3 designated by the governor.

4 (8) "Family policy council" or "council" means the superintendent  
5 of public instruction, the secretary of social and health services, the  
6 secretary of health, the commissioner of the employment security  
7 department, and the director of the department of community(~~(, trade,  
8 and economic)~~) development or their designees, one legislator from each  
9 caucus of the senate and house of representatives, and one  
10 representative of the governor.

11 (9) "Fiduciary interest" means (a) the right to compensation from  
12 a health, educational, social service, or justice system organization  
13 that receives public funds, or (b) budgetary or policy-making authority  
14 for an organization listed in (a) of this subsection. A person who  
15 acts solely in an advisory capacity and receives no compensation from  
16 a health, educational, social service, or justice system organization,  
17 and who has no budgetary or policy-making authority is deemed to have  
18 no fiduciary interest in the organization.

19 (10) "Outcome" or "outcome based" means defined and measurable  
20 outcomes used to evaluate progress in reducing the rate of at-risk  
21 children and youth through reducing risk factors and increasing  
22 protective factors.

23 (11) "Matching funds" means an amount no less than twenty-five  
24 percent of the amount budgeted for a network. The network's matching  
25 funds may be in-kind goods and services. Funding sources allowable for  
26 match include appropriate federal or local levy funds, private  
27 charitable funding, and other charitable giving. Basic education funds  
28 shall not be used as a match. State general funds shall not be used as  
29 a match for violence reduction and drug enforcement account funds  
30 created under RCW 69.50.520.

31 (12) "Policy development" has the same meaning as provided in RCW  
32 43.70.010.

33 (13) "Protective factors" means those factors determined by the  
34 department of health to be empirically associated with behaviors that  
35 contribute to socially acceptable and healthy nonviolent behaviors.  
36 Protective factors include promulgation, identification, and acceptance  
37 of community norms regarding appropriate behaviors in the area of  
38 delinquency, early sexual activity, alcohol and substance abuse,

1 educational opportunities, employment opportunities, and absence of  
2 crime.

3 (14) "Risk factors" means those factors determined by the  
4 department of health to be empirically associated with at-risk  
5 behaviors that contribute to violence.

6 **Sec. 398.** RCW 72.09.055 and 1995 c 399 s 202 are each amended to  
7 read as follows:

8 (1) The department shall identify and catalog real property that is  
9 no longer required for department purposes and is suitable for the  
10 development of affordable housing for very low-income, low-income, and  
11 moderate-income households as defined in RCW 43.63A.510 (as recodified  
12 by this act). The inventory shall include the location, approximate  
13 size, and current zoning classification of the property. The  
14 department shall provide a copy of the inventory to the department of  
15 community(~~(, trade, and economic))~~ development by November 1, 1993, and  
16 every November 1<sup>st</sup> thereafter.

17 (2) By November 1<sup>st</sup> of each year, beginning in 1994, the department  
18 shall purge the inventory of real property of sites that are no longer  
19 available for the development of affordable housing. The department  
20 shall include an updated listing of real property that has become  
21 available since the last update. As used in this section, "real  
22 property" means buildings, land, or buildings and land.

23 **Sec. 399.** RCW 72.65.210 and 1998 c 245 s 142 are each amended to  
24 read as follows:

25 (1) The department shall establish, by rule, inmate eligibility  
26 standards for participation in the work release program.

27 (2) The department shall:

28 (a) Conduct an annual examination of each work release facility and  
29 its security procedures;

30 (b) Investigate and set standards for the inmate supervision  
31 policies of each work release facility;

32 (c) Establish physical standards for future work release structures  
33 to ensure the safety of inmates, employees, and the surrounding  
34 communities;

35 (d) Evaluate its recordkeeping of serious infractions to determine  
36 if infractions are properly and consistently assessed against inmates  
37 eligible for work release;

1 (e) The department shall establish a written treatment plan best  
2 suited to the inmate's needs, cost, and the relationship of community  
3 placement and community corrections officers to a system of case  
4 management;

5 (f) Adopt a policy to encourage businesses employing work release  
6 inmates to contact the appropriate work release facility whenever an  
7 inmate is absent from his or her work schedule. The department of  
8 corrections shall provide each employer with written information and  
9 instructions on who should be called if a work release employee is  
10 absent from work or leaves the job site without authorization; and

11 (g) Develop a siting policy, in conjunction with cities, counties,  
12 community groups, and the department of community(~~(, trade, and~~  
13 ~~economic~~)) development for the establishment of additional work release  
14 facilities. Such policy shall include at least the following elements:

15 (i) Guidelines for appropriate site selection of work-release  
16 facilities; (ii) notification requirements to local government and  
17 community groups of intent to site a work release facility; and (iii)  
18 guidelines for effective community relations by the work release  
19 program operator.

20 The department shall comply with the requirements of this section  
21 by July 1, 1990.

22 **Sec. 400.** RCW 74.08A.010 and 1997 c 58 s 103 are each amended to  
23 read as follows:

24 (1) A family that includes an adult who has received temporary  
25 assistance for needy families for sixty months after July 27, 1997,  
26 shall be ineligible for further temporary assistance for needy families  
27 assistance.

28 (2) For the purposes of applying the rules of this section, the  
29 department shall count any month in which an adult family member  
30 received a temporary assistance for needy families cash assistance  
31 grant unless the assistance was provided when the family member was a  
32 minor child and not the head of the household or married to the head of  
33 the household.

34 (3) The department shall refer recipients who require specialized  
35 assistance to appropriate department programs, crime victims' programs  
36 through the department of community(~~(, trade, and~~  
37 ~~economic~~)) development, or the crime victims' compensation program of the  
38 department of labor and industries.

1 (4) The department may exempt a recipient and the recipient's  
2 family from the application of subsection (1) of this section by reason  
3 of hardship or if the recipient meets the family violence options of  
4 section 402(A)(7) of Title IVA of the federal social security act as  
5 amended by P.L. 104-193. The number of recipients and their families  
6 exempted from subsection (1) of this section for a fiscal year shall  
7 not exceed twenty percent of the average monthly number of recipients  
8 and their families to which assistance is provided under the temporary  
9 assistance for needy families program.

10 (5) The department shall not exempt a recipient and his or her  
11 family from the application of subsection (1) of this section until  
12 after the recipient has received fifty-two months of assistance under  
13 this chapter.

14 **Sec. 401.** RCW 74.14B.060 and 1996 c 123 s 8 are each amended to  
15 read as follows:

16 (1) Treatment services for children who have been sexually  
17 assaulted must be designed and delivered in a manner that accommodates  
18 their unique developmental needs and also considers the impact of  
19 family dynamics on treatment issues. In addition, the complexity of  
20 the civil and criminal justice systems requires that children who are  
21 involved receive appropriate consideration and attention that  
22 recognizes their unique vulnerability in a system designed primarily  
23 for adults.

24 (2) The department of community(~~(, trade, and economic)~~)  
25 development shall provide, subject to available funds, comprehensive  
26 sexual assault services to sexually abused children and their families.  
27 The department shall provide treatment services by qualified,  
28 registered, certified, or licensed professionals on a one-to-one or  
29 group basis as may be deemed appropriate.

30 (3) Funds appropriated under this section shall be provided solely  
31 for contracts or direct purchase of specific treatment services from  
32 community organizations and private service providers for child victims  
33 of sexual assault and sexual abuse. Funds shall be disbursed through  
34 the request for proposal or request for qualifications process.

35 (4) As part of the request for proposal or request for  
36 qualifications process the department of community(~~(, trade, and  
37 economic)~~) development shall ensure that there be no duplication of  
38 services with existing programs including the crime victims'

1 compensation program as provided in chapter 7.68 RCW. The department  
2 shall also ensure that victims exhaust private insurance benefits  
3 available to the child victim before providing services to the child  
4 victim under this section.

5 **Sec. 402.** RCW 79A.30.050 and 1995 c 200 s 6 are each amended to  
6 read as follows:

7 (1) If the authority and state agencies find it mutually beneficial  
8 to do so, they are authorized to collaborate and cooperate on projects  
9 of shared interest. Agencies authorized to collaborate with the  
10 authority include but are not limited to: The commission for  
11 activities and projects related to public recreation; the department of  
12 agriculture for projects related to the equine agricultural industry;  
13 the department of community(~~(, trade, and economic)~~) development with  
14 respect to community and economic development and tourism issues  
15 associated with development of the state horse park; Washington State  
16 University with respect to opportunities for animal research,  
17 education, and extension; the department of ecology with respect to  
18 opportunities for making the state horse park's waste treatment  
19 facilities a demonstration model for the handling of waste to protect  
20 water quality; and with local community colleges with respect to  
21 programs related to horses, economic development, business, and  
22 tourism.

23 (2) The authority shall cooperate with 4-H clubs, pony clubs, youth  
24 groups, and local park departments to provide youth recreational  
25 activities. The authority shall also provide for preferential use of  
26 an area of the horse park facility for youth and the disabled at  
27 nominal cost.

28 **Sec. 403.** RCW 79A.50.100 and 1995 c 399 s 209 are each amended to  
29 read as follows:

30 (1) A public hearing may be held prior to any withdrawal of state  
31 trust lands and shall be held prior to any revocation of withdrawal or  
32 modification of withdrawal of state trust lands used for recreational  
33 purposes by the department of natural resources or by other state  
34 agencies.

35 (2) The department shall cause notice of the withdrawal, revocation  
36 of withdrawal or modification of withdrawal of state trust lands as  
37 described in subsection (1) of this section to be published by

1 advertisement once a week for four weeks prior to the public hearing in  
2 at least one newspaper published and of general circulation in the  
3 county or counties in which the state trust lands are situated, and by  
4 causing a copy of said notice to be posted in a conspicuous place in  
5 the department's Olympia office, in the district office in which the  
6 land is situated, and in the office of the county auditor in the county  
7 where the land is situated thirty days prior to the public hearing.  
8 The notice shall specify the time and place of the public hearing and  
9 shall describe with particularity each parcel of state trust lands  
10 involved in said hearing.

11 (3) The board of natural resources shall administer the hearing  
12 according to its prescribed rules and regulations.

13 (4) The board of natural resources shall determine the most  
14 beneficial use or combination of uses of the state trust lands. Its  
15 decision will be conclusive as to the matter: PROVIDED, HOWEVER, That  
16 said decisions as to uses shall conform to applicable state plans and  
17 policy guidelines adopted by the department of community(~~(, trade, and~~  
18 ~~economic~~)) development.

19 **Sec. 404.** RCW 80.28.010 and 1995 c 399 s 211 are each amended to  
20 read as follows:

21 (1) All charges made, demanded or received by any gas company,  
22 electrical company or water company for gas, electricity or water, or  
23 for any service rendered or to be rendered in connection therewith,  
24 shall be just, fair, reasonable and sufficient.

25 (2) Every gas company, electrical company and water company shall  
26 furnish and supply such service, instrumentalities and facilities as  
27 shall be safe, adequate and efficient, and in all respects just and  
28 reasonable.

29 (3) All rules and regulations issued by any gas company, electrical  
30 company or water company, affecting or pertaining to the sale or  
31 distribution of its product, shall be just and reasonable.

32 (4) Utility service for residential space heating shall not be  
33 terminated between November 15<sup>th</sup> through March 15<sup>th</sup> if the customer:

34 (a) Notifies the utility of the inability to pay the bill,  
35 including a security deposit. This notice should be provided within  
36 five business days of receiving a payment overdue notice unless there  
37 are extenuating circumstances. If the customer fails to notify the  
38 utility within five business days and service is terminated, the

1 customer can, by paying reconnection charges, if any, and fulfilling  
2 the requirements of this section, receive the protections of this  
3 chapter;

4 (b) Provides self-certification of household income for the prior  
5 twelve months to a grantee of the department of community(~~(, trade, and~~  
6 ~~economic~~)) development which administers federally funded energy  
7 assistance programs. The grantee shall determine that the household  
8 income does not exceed the maximum allowed for eligibility under the  
9 state's plan for low-income energy assistance under 42 U.S.C. 8624 and  
10 shall provide a dollar figure that is seven percent of household  
11 income. The grantee may verify information provided in the self-  
12 certification;

13 (c) Has applied for home heating assistance from applicable  
14 government and private sector organizations and certifies that any  
15 assistance received will be applied to the current bill and future  
16 utility bills;

17 (d) Has applied for low-income weatherization assistance to the  
18 utility or other appropriate agency if such assistance is available for  
19 the dwelling;

20 (e) Agrees to a payment plan and agrees to maintain the payment  
21 plan. The plan will be designed both to pay the past due bill by the  
22 following October 15<sup>th</sup> and to pay for continued utility service. If  
23 the past due bill is not paid by the following October 15<sup>th</sup>, the  
24 customer shall not be eligible for protections under this chapter until  
25 the past due bill is paid. The plan shall not require monthly payments  
26 in excess of seven percent of the customer's monthly income plus one-  
27 twelfth of any arrearage accrued from the date application is made and  
28 thereafter during November 15<sup>th</sup> through March 15<sup>th</sup>. A customer may  
29 agree to pay a higher percentage during this period, but shall not be  
30 in default unless payment during this period is less than seven percent  
31 of monthly income plus one-twelfth of any arrearage accrued from the  
32 date application is made and thereafter. If assistance payments are  
33 received by the customer subsequent to implementation of the plan, the  
34 customer shall contact the utility to reformulate the plan; and

35 (f) Agrees to pay the moneys owed even if he or she moves.

36 (5) The utility shall:

37 (a) Include in any notice that an account is delinquent and that  
38 service may be subject to termination, a description of the customer's  
39 duties in this section;

1 (b) Assist the customer in fulfilling the requirements under this  
2 section;

3 (c) Be authorized to transfer an account to a new residence when a  
4 customer who has established a plan under this section moves from one  
5 residence to another within the same utility service area;

6 (d) Be permitted to disconnect service if the customer fails to  
7 honor the payment program. Utilities may continue to disconnect  
8 service for those practices authorized by law other than for nonpayment  
9 as provided for in this subsection. Customers who qualify for payment  
10 plans under this section who default on their payment plans and are  
11 disconnected can be reconnected and maintain the protections afforded  
12 under this chapter by paying reconnection charges, if any, and by  
13 paying all amounts that would have been due and owing under the terms  
14 of the applicable payment plan, absent default, on the date on which  
15 service is reconnected; and

16 (e) Advise the customer in writing at the time it disconnects  
17 service that it will restore service if the customer contacts the  
18 utility and fulfills the other requirements of this section.

19 (6) A payment plan implemented under this section is consistent  
20 with RCW 80.28.080.

21 (7) Every gas company and electrical company shall offer  
22 residential customers the option of a budget billing or equal payment  
23 plan. The budget billing or equal payment plan shall be offered low-  
24 income customers eligible under the state's plan for low-income energy  
25 assistance prepared in accordance with 42 U.S.C. 8624(C)(1) without  
26 limiting availability to certain months of the year, without regard to  
27 the length of time the customer has occupied the premises, and without  
28 regard to whether the customer is the tenant or owner of the premises  
29 occupied.

30 (8) Every gas company, electrical company and water company shall  
31 construct and maintain such facilities in connection with the  
32 manufacture and distribution of its product as will be efficient and  
33 safe to its employees and the public.

34 (9) An agreement between the customer and the utility, whether oral  
35 or written, shall not waive the protections afforded under this  
36 chapter.

37 (10) In establishing rates or charges for water service, water  
38 companies as defined in RCW 80.04.010 may consider the achievement of

1 water conservation goals and the discouragement of wasteful water use  
2 practices.

3 **Sec. 405.** RCW 82.14.330 and 1998 c 321 s 13 are each amended to  
4 read as follows:

5 (1) Beginning in fiscal year 2000, the state treasurer shall  
6 transfer into the municipal criminal justice assistance account for  
7 distribution under this section from the general fund the sum of four  
8 million six hundred thousand dollars divided into four equal deposits  
9 occurring on July 1<sup>st</sup>, October 1<sup>st</sup>, January 1<sup>st</sup>, and April 1<sup>st</sup>. For  
10 each fiscal year thereafter, the state treasurer shall increase the  
11 total transfer by the fiscal growth factor, as defined in RCW  
12 43.135.025, forecast for that fiscal year by the office of financial  
13 management in November of the preceding year. The moneys deposited in  
14 the municipal criminal justice assistance account for distribution  
15 under this section, less any moneys appropriated for purposes under  
16 subsection (4) of this section, shall be distributed to the cities of  
17 the state as follows:

18 (a) Twenty percent appropriated for distribution shall be  
19 distributed to cities with a three-year average violent crime rate for  
20 each one thousand in population in excess of one hundred fifty percent  
21 of the statewide three-year average violent crime rate for each one  
22 thousand in population. The three-year average violent crime rate  
23 shall be calculated using the violent crime rates for each of the  
24 preceding three years from the annual reports on crime in Washington  
25 state as published by the Washington association of sheriffs and police  
26 chiefs. Moneys shall be distributed under this subsection (1)(a)  
27 ratably based on population as last determined by the office of  
28 financial management, but no city may receive more than one dollar per  
29 capita. Moneys remaining undistributed under this subsection at the  
30 end of each calendar year shall be distributed to the criminal justice  
31 training commission to reimburse participating city law enforcement  
32 agencies with ten or fewer full-time commissioned patrol officers the  
33 cost of temporary replacement of each officer who is enrolled in basic  
34 law enforcement training, as provided in RCW 43.101.200.

35 (b) Sixteen percent shall be distributed to cities ratably based on  
36 population as last determined by the office of financial management,  
37 but no city may receive less than one thousand dollars.

1 The moneys deposited in the municipal criminal justice assistance  
2 account for distribution under this subsection shall be distributed at  
3 such times as distributions are made under RCW 82.44.150.

4 Moneys distributed under this subsection shall be expended  
5 exclusively for criminal justice purposes and shall not be used to  
6 replace or supplant existing funding. Criminal justice purposes are  
7 defined as activities that substantially assist the criminal justice  
8 system, which may include circumstances where ancillary benefit to the  
9 civil justice system occurs, and which includes domestic violence  
10 services such as those provided by domestic violence programs,  
11 community advocates, and legal advocates, as defined in RCW 70.123.020.  
12 Existing funding for purposes of this subsection is defined as calendar  
13 year 1989 actual operating expenditures for criminal justice purposes.  
14 Calendar year 1989 actual operating expenditures for criminal justice  
15 purposes exclude the following: Expenditures for extraordinary events  
16 not likely to reoccur, changes in contract provisions for criminal  
17 justice services, beyond the control of the local jurisdiction  
18 receiving the services, and major nonrecurring capital expenditures.

19 (2) In addition to the distributions under subsection (1) of this  
20 section:

21 (a) Fourteen percent shall be distributed to cities that have  
22 initiated innovative law enforcement strategies, including alternative  
23 sentencing and crime prevention programs. No city may receive more  
24 than one dollar per capita under this subsection (2)(a).

25 (b) Twenty percent shall be distributed to cities that have  
26 initiated programs to help at-risk children or child abuse victim  
27 response programs. No city may receive more than fifty cents per  
28 capita under this subsection (2)(b).

29 (c) Twenty percent shall be distributed to cities that have  
30 initiated programs designed to reduce the level of domestic violence  
31 within their jurisdictions or to provide counseling for domestic  
32 violence victims. No city may receive more than fifty cents per capita  
33 under this subsection (2)(c).

34 (d) Ten percent shall be distributed to cities that contract with  
35 another governmental agency for a majority of the city's law  
36 enforcement services.

37 Moneys distributed under this subsection shall be distributed to  
38 those cities that submit funding requests under this subsection to the  
39 department of community(~~(, trade, and economic)~~) development based on

1 criteria developed under RCW 82.14.335. Allocation of funds shall be  
2 in proportion to the population of qualified jurisdictions, but the  
3 distribution to a city shall not exceed the amount of funds requested.  
4 Cities shall submit requests for program funding to the department of  
5 community(~~(, trade, and economic)~~) development by November 1<sup>st</sup> of each  
6 year for funding the following year. The department shall certify to  
7 the state treasurer the cities eligible for funding under this  
8 subsection and the amount of each allocation.

9 The moneys deposited in the municipal criminal justice assistance  
10 account for distribution under this subsection, less any moneys  
11 appropriated for purposes under subsection (4) of this section, shall  
12 be distributed at the times as distributions are made under RCW  
13 82.44.150. Moneys remaining undistributed under this subsection at the  
14 end of each calendar year shall be distributed to the criminal justice  
15 training commission to reimburse participating city law enforcement  
16 agencies with ten or fewer full-time commissioned patrol officers the  
17 cost of temporary replacement of each officer who is enrolled in basic  
18 law enforcement training, as provided in RCW 43.101.200.

19 If a city is found by the state auditor to have expended funds  
20 received under this subsection in a manner that does not comply with  
21 the criteria under which the moneys were received, the city shall be  
22 ineligible to receive future distributions under this subsection until  
23 the use of the moneys are justified to the satisfaction of the director  
24 or are repaid to the state general fund. The director may allow  
25 noncomplying use of moneys received under this subsection upon a  
26 showing of hardship or other emergent need.

27 (3) Notwithstanding other provisions of this section, the  
28 distributions to any city that substantially decriminalizes or repeals  
29 its criminal code after July 1, 1990, and that does not reimburse the  
30 county for costs associated with criminal cases under RCW 3.50.800 or  
31 3.50.805(2), shall be made to the county in which the city is located.

32 (4) Not more than five percent of the funds deposited to the  
33 municipal criminal justice assistance account shall be available for  
34 appropriations for enhancements to the state patrol crime laboratory  
35 system and the continuing costs related to these enhancements. Funds  
36 appropriated from this account for such enhancements shall not supplant  
37 existing funds from the state general fund.

1       **Sec. 406.** RCW 82.14.335 and 1995 c 399 s 213 are each amended to  
2 read as follows:

3       The department of community(~~(, trade, and economic)~~) development  
4 shall adopt criteria to be used in making grants to cities under RCW  
5 82.14.330(2). In developing the criteria, the department shall create  
6 a temporary advisory committee consisting of the director of  
7 community(~~(, trade, and economic)~~) development, two representatives  
8 nominated by the association of Washington cities, and two  
9 representatives nominated by the Washington association of sheriffs and  
10 police chiefs.

11       **Sec. 407.** RCW 84.36.560 and 1999 c 203 s 1 are each amended to  
12 read as follows:

13       (1) The real and personal property owned or used by a nonprofit in  
14 providing rental housing for very low-income households is exempt from  
15 taxation if:

16       (a) The benefit of the exemption inures to the nonprofit  
17 organization, association, or corporation;

18       (b) At least seventy-five percent of the occupied dwelling units in  
19 the rental housing are occupied by very low-income households; and

20       (c) The rental housing was insured, financed, or assisted in whole  
21 or in part through:

22       (i) A federal or state housing program administered by the  
23 department of community(~~(, trade, and economic)~~) development; or

24       (ii) An affordable housing levy authorized under RCW 84.52.105.

25       (2) If less than seventy-five percent of the dwelling units are  
26 occupied by very low-income households, the rental housing used to  
27 provide housing for very low-income households is eligible for a  
28 partial exemption on the real property and a total exemption of the  
29 housing's personal property as follows:

30       (a) The partial exemption shall be allowed for each dwelling unit  
31 in the rental housing occupied by very low-income households.

32       (b) The amount of exemption shall be calculated by multiplying the  
33 assessed value of the property reasonably necessary to provide the  
34 rental housing by a fraction. The numerator of the fraction is the  
35 number of dwelling units occupied by very low-income households as of  
36 January 1st of the year for which the exemption is claimed. The  
37 denominator of the fraction is the total number of occupied dwelling  
38 units as of January 1st of the year for which exemption is claimed.

1 (3) Rental housing for very low-income households is exempt from  
2 property taxation only if the nonprofit operating the housing is exempt  
3 from income tax under section 501(c) of the federal internal revenue  
4 code.

5 (4) To be exempt under this section, the property must be used  
6 exclusively for the purposes for which exemption is granted, except as  
7 provided in RCW 84.36.805.

8 (5) The nonprofit qualifying for the exemption under this section  
9 by providing rental housing for very low-income households may agree to  
10 make payments to the city, county, or other political subdivision for  
11 improvements, services, and facilities furnished by the city, county,  
12 or political subdivision for the benefit of the rental housing.  
13 However, these payments shall not exceed the amount last levied as the  
14 annual tax of the city, county, or political subdivision upon the  
15 property prior to exemption.

16 (6) As used in this section:

17 (a) "Occupied dwelling unit" means a living unit that is occupied  
18 on January 1st of the year in which the claim for exemption is  
19 submitted;

20 (b) "Rental housing" means residential housing that is occupied but  
21 not owned by very low-income households;

22 (c) "Very low-income households" means a single person, family, or  
23 unrelated persons living together whose income is at or below fifty  
24 percent of the median income adjusted for family size as most recently  
25 determined by the federal department of housing and urban development  
26 for the county in which the rental housing is located and in effect as  
27 of January 1st of the year the application for exemption is submitted;  
28 and

29 (d) "Nonprofit" means a nonprofit as defined in RCW 84.36.800 and  
30 includes a limited partnership where the nonprofit or a public  
31 corporation established under RCW 35.21.660, 35.21.670, and 35.21.730  
32 is a general partner, or a limited liability company where the  
33 nonprofit or the public corporation is a managing member.

34 **Sec. 408.** RCW 88.02.053 and 1996 c 3 s 2 are each amended to read  
35 as follows:

36 (1) The maritime historic restoration and preservation account is  
37 created in the custody of the state treasurer. All receipts from the  
38 voluntary donations made simultaneously with the registration of

1 vessels under chapter 88.02 RCW shall be deposited into this account.  
2 These deposits are not public funds and are not subject to allotment  
3 procedures under chapter 43.88 RCW.

4 (2) At the end of each fiscal year, the state treasurer shall pay  
5 from this account to the department of licensing an amount equal to the  
6 reasonable administrative expenses of that agency for that fiscal year  
7 for collecting the voluntary donations and transmitting them to the  
8 state treasurer and shall pay to the state treasurer an amount equal to  
9 the reasonable administrative expenses of that agency for that fiscal  
10 year for maintaining the account and disbursing funds from the account.

11 (3) At the end of each fiscal year, the state treasurer shall pay  
12 one-half of the balance of the funds in the account after payment of  
13 the administrative costs provided in subsection (2) of this section, to  
14 the Grays Harbor historical seaport or its corporate successor and the  
15 remainder to the Steamer Virginia V foundation or its corporate  
16 successor.

17 (4) If either the Grays Harbor historical seaport and its corporate  
18 successors or the Steamer Virginia V foundation and its corporate  
19 successors legally ceases to exist, the state treasurer shall, at the  
20 end of each fiscal year, pay the balance of the funds in the account to  
21 the remaining organization.

22 (5) If both the Grays Harbor historical seaport and its corporate  
23 successors and the Steamer Virginia V foundation and its corporate  
24 successors legally cease to exist, the department of licensing shall  
25 discontinue the collection of the voluntary donations in conjunction  
26 with the registration of vessels under RCW 88.02.052, and the balance  
27 of the funds in the account escheat to the state. If funds in the  
28 account escheat to the state, one-half of the fund balance shall be  
29 provided to the office of archaeology and historic preservation and the  
30 remainder shall be deposited into the parks renewal and stewardship  
31 account.

32 (6) The secretary of state, the directors of the state historical  
33 societies, the director of the office of archaeology and historic  
34 preservation within the department of community(~~(, trade, and~~  
35 ~~economic~~)) development, and two members representing the recreational  
36 boating community appointed by the secretary of state, shall review the  
37 success of the voluntary donation program for maritime historic  
38 restoration and preservation established under RCW 88.02.052 and report  
39 their findings to the appropriate legislative committees by January 31,

1 1998. The findings must include the progress of the program and the  
2 potential to expand the voluntary funding to other historic vessels.

3 **Sec. 409.** RCW 90.03.247 and 1996 c 186 s 523 are each amended to  
4 read as follows:

5 Whenever an application for a permit to make beneficial use of  
6 public waters is approved relating to a stream or other water body for  
7 which minimum flows or levels have been adopted and are in effect at  
8 the time of approval, the permit shall be conditioned to protect the  
9 levels or flows. No agency may establish minimum flows and levels or  
10 similar water flow or level restrictions for any stream or lake of the  
11 state other than the department of ecology whose authority to establish  
12 is exclusive, as provided in chapter 90.03 RCW and RCW 90.22.010 and  
13 90.54.040. The provisions of other statutes, including but not limited  
14 to RCW (~~(75.20.100)~~) 77.55.100 and chapter 43.21C RCW, may not be  
15 interpreted in a manner that is inconsistent with this section. In  
16 establishing such minimum flows, levels, or similar restrictions, the  
17 department shall, during all stages of development by the department of  
18 ecology of minimum flow proposals, consult with, and carefully consider  
19 the recommendations of, the department of fish and wildlife, the  
20 department of community(~~(, trade, and economic)~~) development, the  
21 department of agriculture, and representatives of the affected Indian  
22 tribes. Nothing herein shall preclude the department of fish and  
23 wildlife, the department of community(~~(, trade, and economic)~~)  
24 development, or the department of agriculture from presenting its views  
25 on minimum flow needs at any public hearing or to any person or agency,  
26 and the department of fish and wildlife, the department of community(~~(, trade, and economic)~~)  
27 development, and the department of agriculture  
28 are each empowered to participate in proceedings of the federal energy  
29 regulatory commission and other agencies to present its views on  
30 minimum flow needs.

31 **Sec. 410.** RCW 90.71.020 and 1998 c 246 s 14 are each amended to  
32 read as follows:

33 (1) The Puget Sound action team is created. The action team shall  
34 consist of: The directors of the departments of ecology; agriculture;  
35 natural resources; fish and wildlife; and community(~~(, trade, and economic)~~)  
36 development; the secretaries of the departments of health  
37 and transportation; the director of the parks and recreation

1 commission; the director of the interagency committee for outdoor  
2 recreation; the administrative officer of the conservation commission  
3 designated in RCW 89.08.050; one person representing cities, appointed  
4 by the governor; one person representing counties, appointed by the  
5 governor; one person representing federally recognized tribes,  
6 appointed by the governor; and the chair of the action team. The  
7 action team shall also include the following ex officio nonvoting  
8 members: The regional director of the United States environmental  
9 protection agency; the regional administrator of the national marine  
10 fisheries service; and the regional supervisor of the United States  
11 fish and wildlife service. The members representing cities and  
12 counties shall each be reimbursed for travel expenses as provided in  
13 RCW 43.03.050 and 43.03.060.

14 (2) The action team shall:

15 (a) Prepare a Puget Sound work plan and budget for inclusion in the  
16 governor's biennial budget;

17 (b) Coordinate monitoring and research programs as provided in RCW  
18 90.71.060;

19 (c) Work under the direction of the action team chair as provided  
20 in RCW 90.71.040;

21 (d) Coordinate permitting requirements as necessary to expedite  
22 permit issuance for any local watershed plan developed pursuant to  
23 rules adopted under this chapter;

24 (e) Identify and resolve any policy or rule conflicts that may  
25 exist between one or more agencies represented on the action team;

26 (f) Periodically amend the Puget Sound management plan;

27 (g) Enter into, amend, and terminate contracts with individuals,  
28 corporations, or research institutions for the purposes of this  
29 chapter;

30 (h) Receive such gifts, grants, and endowments, in trust or  
31 otherwise, for the use and benefit of the purposes of the action team.  
32 The action team may expend the same or any income therefrom according  
33 to the terms of the gifts, grants, or endowments;

34 (i) Promote extensive public participation, and otherwise seek to  
35 broadly disseminate information concerning Puget Sound;

36 (j) Receive and expend funding from other public agencies;

37 (k) To reduce costs and improve efficiency, review by December 1,  
38 1996, all requirements for reports and documentation from state

1 agencies and local governments specified in the plan for the purpose of  
2 eliminating and consolidating reporting requirements; and

3 (1) Beginning in December 1998, and every two years thereafter,  
4 submit a report to the appropriate policy and fiscal committees of the  
5 legislature that describes and evaluates the successes and shortcomings  
6 of the current work plan relative to the priority problems identified  
7 for each geographic area of Puget Sound.

8 (3) By July 1, 1996, the action team shall begin developing its  
9 initial work plan, which shall include the coordination of necessary  
10 support staff.

11 (4) The action team shall incorporate, to the maximum extent  
12 possible, the recommendations of the council regarding amendments to  
13 the Puget Sound management plan and the work plan.

14 (5) All proceedings of the action team are subject to the open  
15 public meetings act under chapter 42.30 RCW.

16 **PART IV**

17 **REFERENCES TO DEPARTMENT OF**  
18 **TRADE AND ECONOMIC DEVELOPMENT**

19 **Sec. 501.** RCW 19.27A.020 and 1998 c 245 s 8 are each amended to  
20 read as follows:

21 (1) No later than January 1, 1991, the state building code council  
22 shall adopt rules to be known as the Washington state energy code as  
23 part of the state building code.

24 (2) The council shall follow the legislature's standards set forth  
25 in this section to adopt rules to be known as the Washington state  
26 energy code. The Washington state energy code shall be designed to  
27 require new buildings to meet a certain level of energy efficiency, but  
28 allow flexibility in building design, construction, and heating  
29 equipment efficiencies within that framework. The Washington state  
30 energy code shall be designed to allow space heating equipment  
31 efficiency to offset or substitute for building envelope thermal  
32 performance.

33 (3) The Washington state energy code shall take into account  
34 regional climatic conditions. Climate zone 1 shall include all  
35 counties not included in climate zone 2. Climate zone 2 includes:  
36 Adams, Chelan, Douglas, Ferry, Grant, Kittitas, Lincoln, Okanogan, Pend  
37 Oreille, Spokane, Stevens, and Whitman counties.

1 (4) The Washington state energy code for residential buildings  
2 shall require:

3 (a) New residential buildings that are space heated with electric  
4 resistance heating systems to achieve energy use equivalent to that  
5 used in typical buildings constructed with:

6 (i) Ceilings insulated to a level of R-38. The code shall contain  
7 an exception which permits single rafter or joist vaulted ceilings  
8 insulated to a level of R-30 (R value includes insulation only);

9 (ii) In zone 1, walls insulated to a level of R-19 (R value  
10 includes insulation only), or constructed with two by four members,  
11 R-13 insulation batts, R-3.2 insulated sheathing, and other normal  
12 assembly components; in zone 2 walls insulated to a level of R-24 (R  
13 value includes insulation only), or constructed with two by six  
14 members, R-22 insulation batts, R-3.2 insulated sheathing, and other  
15 normal construction assembly components; for the purpose of determining  
16 equivalent thermal performance, the wall U-value shall be 0.058 in zone  
17 1 and 0.044 in zone 2;

18 (iii) Below grade walls, insulated on the interior side, to a level  
19 of R-19 or, if insulated on the exterior side, to a level of R-10 in  
20 zone 1 and R-12 in zone 2 (R value includes insulation only);

21 (iv) Floors over unheated spaces insulated to a level of R-30 (R  
22 value includes insulation only);

23 (v) Slab on grade floors insulated to a level of R-10 at the  
24 perimeter;

25 (vi) Double glazed windows with values not more than U-0.4;

26 (vii) In zone 1 the glazing area may be up to twenty-one percent of  
27 floor area and in zone 2 the glazing area may be up to seventeen  
28 percent of floor area where consideration of the thermal resistance  
29 values for other building components and solar heat gains through the  
30 glazing result in thermal performance equivalent to that achieved with  
31 thermal resistance values for other components determined in accordance  
32 with the equivalent thermal performance criteria of (a) of this  
33 subsection and glazing area equal to fifteen percent of the floor area.  
34 Throughout the state for the purposes of determining equivalent thermal  
35 performance, the maximum glazing area shall be fifteen percent of the  
36 floor area; and

37 (viii) Exterior doors insulated to a level of R-5; or an exterior  
38 wood door with a thermal resistance value of less than R-5 and values

1 for other components determined in accordance with the equivalent  
2 thermal performance criteria of (a) of this subsection.

3 (b) New residential buildings which are space-heated with all other  
4 forms of space heating to achieve energy use equivalent to that used in  
5 typical buildings constructed with:

6 (i) Ceilings insulated to a level of R-30 in zone 1 and R-38 in  
7 zone 2 the code shall contain an exception which permits single rafter  
8 or joist vaulted ceilings insulated to a level of R-30 (R value  
9 includes insulation only);

10 (ii) Walls insulated to a level of R-19 (R value includes  
11 insulation only), or constructed with two by four members, R-13  
12 insulation batts, R-3.2 insulated sheathing, and other normal assembly  
13 components;

14 (iii) Below grade walls, insulated on the interior side, to a level  
15 of R-19 or, if insulated on the exterior side, to a level of R-10 in  
16 zone 1 and R-12 in zone 2 (R value includes insulation only);

17 (iv) Floors over unheated spaces insulated to a level of R-19 in  
18 zone 1 and R-30 in zone 2 (R value includes insulation only);

19 (v) Slab on grade floors insulated to a level of R-10 at the  
20 perimeter;

21 (vi) Heat pumps with a minimum heating season performance factor  
22 (HSPF) of 6.8 or with all other energy sources with a minimum annual  
23 fuel utilization efficiency (AFUE) of seventy-eight percent;

24 (vii) Double glazed windows with values not more than U-0.65 in  
25 zone 1 and U-0.60 in zone 2. The state building code council, in  
26 consultation with the department of ((community,)) trade((,)) and  
27 economic development, shall review these U-values, and, if economically  
28 justified for consumers, shall amend the Washington state energy code  
29 to improve the U-values by December 1, 1993. The amendment shall not  
30 take effect until July 1, 1994; and

31 (viii) In zone 1, the maximum glazing area shall be twenty-one  
32 percent of the floor area. In zone 2 the maximum glazing area shall be  
33 seventeen percent of the floor area. Throughout the state for the  
34 purposes of determining equivalent thermal performance, the maximum  
35 glazing area shall be fifteen percent of the floor area.

36 (c) The requirements of (b)(ii) of this subsection do not apply to  
37 residences with log or solid timber walls with a minimum average  
38 thickness of three and one-half inches and with space heat other than  
39 electric resistance.

1 (d) The state building code council may approve an energy code for  
2 pilot projects of residential construction that use innovative energy  
3 efficiency technologies intended to result in savings that are greater  
4 than those realized in the levels specified in this section.

5 (5) U-values for glazing shall be determined using the area  
6 weighted average of all glazing in the building. U-values for vertical  
7 glazing shall be determined, certified, and labeled in accordance with  
8 the appropriate national fenestration rating council (NFRC) standard,  
9 as determined and adopted by the state building code council.  
10 Certification of U-values shall be conducted by a certified,  
11 independent agency licensed by the NFRC. The state building code  
12 council may develop and adopt alternative methods of determining,  
13 certifying, and labeling U-values for vertical glazing that may be used  
14 by fenestration manufacturers if determined to be appropriate by the  
15 council. The state building code council shall review and consider the  
16 adoption of the NFRC standards for determining, certifying, and  
17 labeling U-values for doors and skylights when developed and published  
18 by the NFRC. The state building code council may develop and adopt  
19 appropriate alternative methods for determining, certifying, and  
20 labeling U-values for doors and skylights. U-values for doors and  
21 skylights determined, certified, and labeled in accordance with the  
22 appropriate NFRC standard shall be acceptable for compliance with the  
23 state energy code. Sealed insulation glass, where used, shall conform  
24 to, or be in the process of being tested for, ASTM E-774-81 class A or  
25 better.

26 (6) The minimum state energy code for new nonresidential buildings  
27 shall be the Washington state energy code, 1986 edition, as amended.

28 (7)(a) Except as provided in (b) of this subsection, the Washington  
29 state energy code for residential structures shall preempt the  
30 residential energy code of each city, town, and county in the state of  
31 Washington.

32 (b) The state energy code for residential structures does not  
33 preempt a city, town, or county's energy code for residential  
34 structures which exceeds the requirements of the state energy code and  
35 which was adopted by the city, town, or county prior to March 1, 1990.  
36 Such cities, towns, or counties may not subsequently amend their energy  
37 code for residential structures to exceed the requirements adopted  
38 prior to March 1, 1990.

1 (8) The state building code council shall consult with the  
2 department of ((community~~7~~)) trade((~~7~~)) and economic development as  
3 provided in RCW 34.05.310 prior to publication of proposed rules. The  
4 department of ((community~~7~~)) trade((~~7~~)) and economic development shall  
5 review the proposed rules for consistency with the guidelines adopted  
6 in subsection (4) of this section. The director of the department of  
7 ((community~~7~~)) trade((~~7~~)) and economic development shall recommend to  
8 the state building code council any changes necessary to conform the  
9 proposed rules to the requirements of this section.

10 **Sec. 502.** RCW 19.29A.010 and 2000 c 213 s 2 are each amended to  
11 read as follows:

12 The definitions in this section apply throughout this chapter  
13 unless the context clearly requires otherwise.

14 (1) "Biomass generation" means electricity derived from burning  
15 solid organic fuels from wood, forest, or field residue, or dedicated  
16 energy crops that do not include wood pieces that have been treated  
17 with chemical preservatives such as creosote, pentachlorophenol, or  
18 copper-chroma-arsenic.

19 (2) "Bonneville power administration system mix" means a generation  
20 mix sold by the Bonneville power administration that is net of any  
21 resource specific sales and that is net of any electricity sold to  
22 direct service industrial customers, as defined in section 3(8) of the  
23 Pacific Northwest electric power planning and conservation act (16  
24 U.S.C. Sec. 839(a)(8)).

25 (3) "Coal generation" means the electricity produced by a  
26 generating facility that burns coal as the primary fuel source.

27 (4) "Commission" means the utilities and transportation commission.

28 (5) "Conservation" means an increase in efficiency in the use of  
29 energy use that yields a decrease in energy consumption while providing  
30 the same or higher levels of service. Conservation includes low-income  
31 weatherization programs.

32 (6) "Consumer-owned utility" means a municipal electric utility  
33 formed under Title 35 RCW, a public utility district formed under Title  
34 54 RCW, an irrigation district formed under chapter 87.03 RCW, a  
35 cooperative formed under chapter 23.86 RCW, or a mutual corporation or  
36 association formed under chapter 24.06 RCW, that is engaged in the  
37 business of distributing electricity to more than one retail electric  
38 customer in the state.

1 (7) "Declared resource" means an electricity source specifically  
2 identified by a retail supplier to serve retail electric customers. A  
3 declared resource includes a stated quantity of electricity tied  
4 directly to a specified generation facility or set of facilities either  
5 through ownership or contract purchase, or a contractual right to a  
6 stated quantity of electricity from a specified generation facility or  
7 set of facilities.

8 (8) "Department" means the department of ((community)) trade((~~7~~))  
9 and economic development.

10 (9) "Electricity information coordinator" means the organization  
11 selected by the department under RCW 19.29A.080 to: (a) Compile  
12 generation data in the Northwest power pool by generating project and  
13 by resource category; (b) compare the quantity of electricity from  
14 declared resources reported by retail suppliers with available  
15 generation from such resources; (c) calculate the net system power mix;  
16 and (d) coordinate with other comparable organizations in the western  
17 interconnection.

18 (10) "Electric meters in service" means those meters that record in  
19 at least nine of twelve calendar months in any calendar year not less  
20 than two hundred fifty kilowatt hours per month.

21 (11) "Electricity product" means the electrical energy produced by  
22 a generating facility or facilities that a retail supplier sells or  
23 offers to sell to retail electric customers in the state of Washington,  
24 provided that nothing in this title shall be construed to mean that  
25 electricity is a good or product for the purposes of Title 62A RCW, or  
26 any other purpose. It does not include electrical energy generated on-  
27 site at a retail electric customer's premises.

28 (12) "Electric utility" means a consumer-owned or investor-owned  
29 utility as defined in this section.

30 (13) "Electricity" means electric energy measured in kilowatt  
31 hours, or electric capacity measured in kilowatts, or both.

32 (14) "Fuel mix" means the actual or imputed sources of electricity  
33 sold to retail electric customers, expressed in terms of percentage  
34 contribution by resource category. The total fuel mix included in each  
35 disclosure shall total one hundred percent.

36 (15) "Geothermal generation" means electricity derived from thermal  
37 energy naturally produced within the earth.

38 (16) "Governing body" means the council of a city or town, the  
39 commissioners of an irrigation district, municipal electric utility, or

1 public utility district, or the board of directors of an electric  
2 cooperative or mutual association that has the authority to set and  
3 approve rates.

4 (17) "High efficiency cogeneration" means electricity produced by  
5 equipment, such as heat or steam used for industrial, commercial,  
6 heating, or cooling purposes, that meets the federal energy regulatory  
7 commission standards for qualifying facilities under the public utility  
8 regulatory policies act of 1978.

9 (18) "Hydroelectric generation" means a power source created when  
10 water flows from a higher elevation to a lower elevation and the flow  
11 is converted to electricity in one or more generators at a single  
12 facility.

13 (19) "Investor-owned utility" means a company owned by investors  
14 that meets the definition of RCW 80.04.010 and is engaged in  
15 distributing electricity to more than one retail electric customer in  
16 the state.

17 (20) "Landfill gas generation" means electricity produced by a  
18 generating facility that uses waste gases produced by the decomposition  
19 of organic materials in landfills.

20 (21) "Natural gas generation" means electricity produced by a  
21 generating facility that burns natural gas as the primary fuel source.

22 (22) "Northwest power pool" means the generating resources included  
23 in the United States portion of the Northwest power pool area as  
24 defined by the western systems coordinating council.

25 (23) "Net system power mix" means the fuel mix in the Northwest  
26 power pool, net of: (a) Any declared resources in the Northwest power  
27 pool identified by in-state retail suppliers or out-of-state entities  
28 that offer electricity for sale to retail electric customers; (b) any  
29 electricity sold by the Bonneville power administration to direct  
30 service industrial customers; and (c) any resource specific sales made  
31 by the Bonneville power administration.

32 (24) "Oil generation" means electricity produced by a generating  
33 facility that burns oil as the primary fuel source.

34 (25) "Proprietary customer information" means: (a) Information  
35 that relates to the source and amount of electricity used by a retail  
36 electric customer, a retail electric customer's payment history, and  
37 household data that is made available by the customer solely by virtue  
38 of the utility-customer relationship; and (b) information contained in  
39 a retail electric customer's bill.

1 (26) "Renewable resources" means electricity generation facilities  
2 fueled by: (a) Water; (b) wind; (c) solar energy; (d) geothermal  
3 energy; (e) landfill gas; or (f) biomass energy based on solid organic  
4 fuels from wood, forest, or field residues, or dedicated energy crops  
5 that do not include wood pieces that have been treated with chemical  
6 preservatives such as creosote, pentachlorophenol, or copper-chrome-  
7 arsenic.

8 (27) "Resale" means the purchase and subsequent sale of electricity  
9 for profit, but does not include the purchase and the subsequent sale  
10 of electricity at the same rate at which the electricity was purchased.

11 (28) "Retail electric customer" means a person or entity that  
12 purchases electricity for ultimate consumption and not for resale.

13 (29) "Retail supplier" means an electric utility that offers an  
14 electricity product for sale to retail electric customers in the state.

15 (30) "Small utility" means any consumer-owned utility with twenty-  
16 five thousand or fewer electric meters in service, or that has an  
17 average of seven or fewer customers per mile of distribution line.

18 (31) "Solar generation" means electricity derived from radiation  
19 from the sun that is directly or indirectly converted to electrical  
20 energy.

21 (32) "State" means the state of Washington.

22 (33) "Waste incineration generation" means electricity derived from  
23 burning solid or liquid wastes from businesses, households,  
24 municipalities, or waste treatment operations.

25 (34) "Wind generation" means electricity created by movement of air  
26 that is converted to electrical energy.

27 **Sec. 503.** RCW 24.46.010 and 1995 c 399 s 12 are each amended to  
28 read as follows:

29 It is the finding of the legislature that foreign trade zones serve  
30 an important public purpose by the creation of employment opportunities  
31 within the state and that the establishment of zones designed to  
32 accomplish this purpose is to be encouraged. It is the further intent  
33 of the legislature that the department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and  
34 economic development provide assistance to entities planning to apply  
35 to the United States for permission to establish such zones.

36 **Sec. 504.** RCW 28A.515.320 and 1996 c 186 s 503 are each amended to  
37 read as follows:

1       The common school construction fund is to be used exclusively for  
2 the purpose of financing the construction of facilities for the common  
3 schools. The sources of said fund shall be: (1) Those proceeds  
4 derived from sale or appropriation of timber and other crops from  
5 school and state land other than those granted for specific purposes;  
6 (2) the interest accruing on the permanent common school fund less the  
7 allocations to the state treasurer's service (~~(account-[fund])~~) fund  
8 pursuant to RCW 43.08.190 and the state investment board expense  
9 account pursuant to RCW 43.33A.160 together with all rentals and other  
10 revenue derived therefrom and from land and other property devoted to  
11 the permanent common school fund; (3) all moneys received by the state  
12 from the United States under the provisions of section 191, Title 30,  
13 United States Code, Annotated, and under section 810, chapter 12, Title  
14 16, (Conservation), United States Code, Annotated, except moneys  
15 received before June 30, 2001, and when thirty megawatts of geothermal  
16 power is certified as commercially available by the receiving utilities  
17 and the department of (~~community~~) trade(~~(~~τ~~)~~) and economic  
18 development, eighty percent of such moneys, under the Geothermal Steam  
19 Act of 1970 pursuant to RCW 43.140.030; and (4) such other sources as  
20 the legislature may direct. That portion of the common school  
21 construction fund derived from interest on the permanent common school  
22 fund may be used to retire such bonds as may be authorized by law for  
23 the purpose of financing the construction of facilities for the common  
24 schools.

25       The interest accruing on the permanent common school fund less the  
26 allocations to the state treasurer's service fund pursuant to RCW  
27 43.08.190 and the state investment board expense account pursuant to  
28 RCW 43.33A.160 together with all rentals and other revenues accruing  
29 thereto pursuant to subsection (2) of this section prior to July 1,  
30 1967, shall be exclusively applied to the current use of the common  
31 schools.

32       To the extent that the moneys in the common school construction  
33 fund are in excess of the amount necessary to allow fulfillment of the  
34 purpose of said fund, the excess shall be available for deposit to the  
35 credit of the permanent common school fund or available for the current  
36 use of the common schools, as the legislature may direct. Any money  
37 from the common school construction fund which is made available for  
38 the current use of the common schools shall be restored to the fund by

1 appropriation, including interest income foregone, before the end of  
2 the next fiscal biennium following such use.

3 **Sec. 505.** RCW 28B.20.283 and 1995 c 399 s 25 are each amended to  
4 read as follows:

5 The legislature finds that the development and commercialization of  
6 new technology is a vital part of economic development.

7 The legislature also finds that it is in the interests of the state  
8 of Washington to provide a mechanism to transfer and apply research and  
9 technology developed at the institutions of higher education to the  
10 private sector in order to create new products and technologies which  
11 provide job opportunities in advanced technology for the citizens of  
12 this state.

13 It is the intent of the legislature that the University of  
14 Washington, the Washington State University, and the department of  
15 ((community<sub>7</sub>)) trade((<sub>7</sub>)) and economic development work cooperatively  
16 with the private sector in the development and implementation of a  
17 world class technology transfer program.

18 **Sec. 506.** RCW 28B.20.289 and 1995 c 399 s 26 are each amended to  
19 read as follows:

20 (1) The technology center shall be administered by the board of  
21 directors of the technology center.

22 (2) The board shall consist of the following members: Fourteen  
23 members from among individuals who are associated with or employed by  
24 technology-based industries and have broad business experience and an  
25 understanding of high technology; eight members from the state's  
26 universities with graduate science and engineering programs; the  
27 executive director of the Spokane Intercollegiate Research and  
28 Technology Institute or his or her designated representative; the  
29 provost of the University of Washington or his or her designated  
30 representative; the provost of the Washington State University or his  
31 or her designated representative; and the director of the department of  
32 ((community<sub>7</sub>)) trade((<sub>7</sub>)) and economic development or his or her  
33 designated representative. The term of office for each board member,  
34 excluding the executive director of the Spokane Intercollegiate  
35 Research and Technology Institute, the provost of the University of  
36 Washington, the provost of the Washington State University, and the  
37 director of the department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and economic

1 development, shall be three years. The executive director of the  
2 technology center shall be an ex officio, nonvoting member of the  
3 board. The board shall meet at least quarterly. Board members shall  
4 be appointed by the governor based on the recommendations of the  
5 existing board of the technology center, and the research universities.  
6 The governor shall stagger the terms of the first group of appointees  
7 to ensure the long term continuity of the board.

8 (3) The duties of the board include:

9 (a) Developing the general operating policies for the technology  
10 center;

11 (b) Appointing the executive director of the technology center;

12 (c) Approving the annual operating budget of the technology center;

13 (d) Establishing priorities for the selection and funding of  
14 research projects that guarantee the greatest potential return on the  
15 state's investment;

16 (e) Approving and allocating funding for research projects  
17 conducted by the technology center, based on the recommendations of the  
18 advisory committees for each of the research centers;

19 (f) In cooperation with the department of ((community<sub>7</sub>)) trade((<sub>7</sub>))  
20 and economic development, developing a biennial work plan and five-year  
21 strategic plan for the technology center that are consistent with the  
22 statewide technology development and commercialization goals;

23 (g) Coordinating with the University of Washington, Washington  
24 State University, and other participating institutions of higher  
25 education in the development of training, research, and development  
26 programs to be conducted at the technology center that shall be  
27 targeted to meet industrial needs;

28 (h) Assisting the department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and  
29 economic development in the department's efforts to develop state  
30 science and technology public policies and coordinate publicly funded  
31 programs;

32 (i) Reviewing annual progress reports on funded research projects  
33 that are prepared by the advisory committees for each of the research  
34 centers;

35 (j) Providing an annual report to the governor and the legislature  
36 detailing the activities and performance of the technology center; and

37 (k) Submitting annually to the department of ((community<sub>7</sub>))  
38 trade((<sub>7</sub>)) and economic development an updated strategic plan and a

1 statement of performance measured against the mission, roles, and  
2 contractual obligations of the technology center.

3 **Sec. 507.** RCW 28B.20.293 and 1995 c 399 s 27 are each amended to  
4 read as follows:

5 The department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and economic  
6 development shall contract with the University of Washington for the  
7 expenditure of state-appropriated funds for the operation of the  
8 Washington technology center. The department of ((community<sub>7</sub>))  
9 trade((<sub>7</sub>)) and economic development shall provide guidance to the  
10 technology center regarding expenditure of state-appropriated funds and  
11 the development of the center's strategic plan. The director of the  
12 department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and economic development shall  
13 not withhold funds appropriated for the technology center if the  
14 technology center complies with the provisions of its contract with the  
15 department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and economic development. The  
16 department shall be responsible to the legislature for the contractual  
17 performance of the center.

18 **Sec. 508.** RCW 28B.30.537 and 1998 c 245 s 20 are each amended to  
19 read as follows:

20 The IMPACT center shall:

21 (1) Coordinate the teaching, research, and extension expertise of  
22 the college of agriculture and home economics at Washington State  
23 University to assist in:

24 (a) The design and development of information and strategies to  
25 expand the long-term international markets for Washington agricultural  
26 products; and

27 (b) The dissemination of such information and strategies to  
28 Washington exporters, overseas users, and public and private trade  
29 organizations;

30 (2) Research and identify current impediments to increased exports  
31 of Washington agricultural products, and determine methods of  
32 surmounting those impediments and opportunities for exporting new  
33 agricultural products and commodities to foreign markets;

34 (3) Prepare curricula to present and distribute information  
35 concerning international trade in agricultural commodities and products  
36 to students, exporters, international traders, and the public;

1 (4) Provide high-quality research and graduate education and  
2 professional nondegree training in international trade in agricultural  
3 commodities in cooperation with other existing programs;

4 (5) Ensure that activities of the center adequately reflect the  
5 objectives for the state's agricultural market development programs  
6 established by the department of agriculture as the lead state agency  
7 for such programs under chapter 43.23 RCW; and

8 (6) Link itself through cooperative agreements with the center for  
9 international trade in forest products at the University of Washington,  
10 the state department of agriculture, the department of ((community,))  
11 trade((,)) and economic development, Washington's agriculture  
12 businesses and associations, and other state agency data collection,  
13 processing, and dissemination efforts.

14 **Sec. 509.** RCW 28B.30.900 and 1996 c 186 s 201 are each amended to  
15 read as follows:

16 (1) All powers, duties, and functions of the state energy office  
17 under RCW 43.21F.045 relating to implementing energy education, applied  
18 research, and technology transfer programs shall be transferred to  
19 Washington State University.

20 (2) The specific programs transferred to Washington State  
21 University shall include but not be limited to the following:  
22 Renewable energy, energy software, industrial energy efficiency,  
23 education and information, energy ideas clearinghouse, and  
24 telecommunications.

25 (3)(a) All reports, documents, surveys, books, records, files,  
26 papers, or written material in the possession of the state energy  
27 office pertaining to the powers, functions, and duties transferred  
28 shall be delivered to the custody of Washington State University. All  
29 cabinets, furniture, office equipment, software, data base, motor  
30 vehicles, and other tangible property employed by the state energy  
31 office in carrying out the powers, functions, and duties transferred  
32 shall be made available to Washington State University.

33 (b) Any appropriations made to, any other funds provided to, or any  
34 grants made to or contracts with the state energy office for carrying  
35 out the powers, functions, and duties transferred shall, on July 1,  
36 1996, be transferred and credited to Washington State University.

37 (c) Whenever any question arises as to the transfer of any funds,  
38 books, documents, records, papers, files, software, data base,

1 equipment, or other tangible property used or held in the exercise of  
2 the powers and the performance of the duties and functions transferred,  
3 an arbitrator mutually agreed upon by the parties in dispute shall make  
4 a determination as to the proper allocation and certify the same to the  
5 state agencies concerned.

6 (d) All rules and all pending business before the state energy  
7 office pertaining to the powers, functions, and duties transferred  
8 shall be continued and acted upon by Washington State University. All  
9 existing contracts, grants, and obligations, excluding personnel  
10 contracts and obligations, shall remain in full force and shall be  
11 assigned to and performed by Washington State University.

12 (e) The transfer of the powers, duties, and functions of the state  
13 energy office does not affect the validity of any act performed before  
14 July 1, 1996.

15 (f) If apportionments of budgeted funds are required because of the  
16 transfers directed by this section, the director of the office of  
17 financial management shall certify the apportionments to the agencies  
18 affected, the state auditor, and the state treasurer. Each of these  
19 shall make the appropriate transfer and adjustments in funds and  
20 appropriation.

21 (4) Washington State University shall enter into an interagency  
22 agreement with the department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and economic  
23 development regarding the relationship between policy development and  
24 public outreach. The department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and  
25 economic development shall provide Washington State University  
26 available existing and future oil overcharge restitution and federal  
27 energy block funding for a minimum period of five years to carry out  
28 energy programs. Nothing in chapter 186, Laws of 1996 prohibits  
29 Washington State University from seeking grant funding for energy-  
30 related programs directly from other entities.

31 (5) Washington State University shall select and appoint existing  
32 state energy office employees to positions to perform the duties and  
33 functions transferred. Employees appointed by Washington State  
34 University are exempt from the provisions of chapter 41.06 RCW unless  
35 otherwise designated by the institution. Any future vacant or new  
36 positions will be filled using Washington State University's standard  
37 hiring procedures.

1       **Sec. 510.** RCW 28B.38.020 and 1998 c 344 s 10 are each amended to  
2 read as follows:

3       (1) The institute shall be administered by the board of directors.

4       (2) The board shall consist of the following members:

5       (a) Nine members of the general public. Of the general public  
6 membership, at least six shall be individuals who are associated with  
7 or employed by technology-based or manufacturing-based industries and  
8 have broad business experience and an understanding of high technology;

9       (b) The executive director of the Washington technology center or  
10 the director's designee;

11       (c) The provost of Washington State University or the provost's  
12 designee;

13       (d) The provost of Eastern Washington University or the provost's  
14 designee;

15       (e) The provost of Central Washington University or the provost's  
16 designee;

17       (f) The provost of the University of Washington or the provost's  
18 designee;

19       (g) An academic representative from the Spokane community colleges;

20       (h) One member from Gonzaga University; and

21       (i) One member from Whitworth College.

22       (3) The term of office for each board member, excluding the  
23 executive director of the Washington technology center, the provosts of  
24 Washington State University, Eastern Washington University, Central  
25 Washington University, and the University of Washington, shall be three  
26 years. The executive director of the institute shall be an ex officio,  
27 nonvoting member of the board. Board members shall be appointed by the  
28 governor. Initial appointments shall be for staggered terms to ensure  
29 the long-term continuity of the board. The board shall meet at least  
30 quarterly.

31       (4) The duties of the board include:

32       (a) Developing the general operating policies for the institute;

33       (b) Appointing the executive director of the institute;

34       (c) Approving the annual operating budget of the institute;

35       (d) Establishing priorities for the selection and funding of  
36 research projects that guarantee the greatest potential return on the  
37 state's investment;

38       (e) Approving and allocating funding for research projects  
39 conducted by the institute;

1 (f) In cooperation with the department of ((community<sub>7</sub>)) trade((<sub>7</sub>))  
2 and economic development, developing a biennial work plan and five-year  
3 strategic plan for the institute that are consistent with the statewide  
4 technology development and commercialization goals;

5 (g) Coordinating with public, independent, and private institutions  
6 of higher education, and other participating institutions of higher  
7 education in the development of training, research, and development  
8 programs to be conducted at the institute that are targeted to meet  
9 industrial needs;

10 (h) Assisting the department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and  
11 economic development in the department's efforts to develop state  
12 science and technology public policies and coordinate publicly funded  
13 programs;

14 (i) Reviewing annual progress reports on funded research projects;

15 (j) Providing an annual report to the governor and the legislature  
16 detailing the activities and performance of the institute; and

17 (k) Submitting annually to the department of ((community<sub>7</sub>))  
18 trade((<sub>7</sub>)) and economic development an updated strategic plan and a  
19 statement of performance measured against the mission, roles, and  
20 contractual obligations of the institute.

21 (5) The board may enter into contracts to fulfill its  
22 responsibilities and purposes under this chapter.

23 **Sec. 511.** RCW 28B.38.050 and 1998 c 344 s 13 are each amended to  
24 read as follows:

25 The department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and economic  
26 development shall contract with the institute for the expenditure of  
27 state-appropriated funds for the operation of the institute. The  
28 department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and economic development shall  
29 provide guidance to the institute regarding expenditure of state-  
30 appropriated funds and the development of the institute's strategic  
31 plan. The director of the department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and  
32 economic development shall not withhold funds appropriated for the  
33 institute if the institute complies with the provisions of its contract  
34 with the department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and economic  
35 development. The department is responsible to the legislature for the  
36 contractual performance of the institute.

1       **Sec. 512.** RCW 28B.50.262 and 1995 c 226 s 19 are each amended to  
2 read as follows:

3       The state board for community and technical colleges shall develop,  
4 in conjunction with the center for international trade in forest  
5 products, the Washington State University wood materials and  
6 engineering laboratory, and the department of ((community)) trade(( ))  
7 and economic development, a competency-based technical degree program  
8 in wood product manufacturing and wood technology and make it available  
9 in every college district that serves a rural natural resources impact  
10 area.

11       **Sec. 513.** RCW 28B.65.040 and 1995 c 399 s 29 are each amended to  
12 read as follows:

13       (1) The Washington high-technology coordinating board is hereby  
14 created.

15       (2) The board shall be composed of eighteen members as follows:

16       (a) Eleven shall be citizen members appointed by the governor, with  
17 the consent of the senate, for four-year terms. In making the  
18 appointments the governor shall ensure that a balanced geographic  
19 representation of the state is achieved and shall attempt to choose  
20 persons experienced in high-technology fields, including at least one  
21 representative of labor. Any person appointed to fill a vacancy  
22 occurring before a term expires shall be appointed only for the  
23 remainder of that term; and

24       (b) Seven of the members shall be as follows: One representative  
25 from each of the state's two research universities, one representative  
26 of the state college and regional universities, the director for the  
27 state system of community and technical colleges or the director's  
28 designee, the superintendent of public instruction or the  
29 superintendent's designee, a representative of the higher education  
30 coordinating board, and the director of the department of  
31 ((community)) trade(( )) and economic development or the director's  
32 designee.

33       (3) Members of the board shall not receive any salary for their  
34 services, but shall be reimbursed for travel expenses under RCW  
35 43.03.050 and 43.03.060 for each day actually spent in attending to  
36 duties as a member of the board.

1 (4) A citizen member of the board shall not be, during the term of  
2 office, a member of the governing board of any public or private  
3 educational institution, or an employee of any state or local agency.

4 **Sec. 514.** RCW 28B.65.050 and 1998 c 245 s 22 are each amended to  
5 read as follows:

6 (1) The board shall oversee, coordinate, and evaluate the high-  
7 technology programs.

8 (2) The board shall:

9 (a) Determine the specific high-technology occupational fields in  
10 which technical training is needed and advise the institutions of  
11 higher education and the higher education coordinating board on their  
12 findings;

13 (b) Identify economic areas and high-technology industries in need  
14 of technical training and research and development critical to economic  
15 development and advise the institutions of higher education and the  
16 higher education coordinating board on their findings;

17 (c) Oversee and coordinate the Washington high-technology education  
18 and training program to ensure high standards, efficiency, and  
19 effectiveness;

20 (d) Work cooperatively with the superintendent of public  
21 instruction to identify the skills prerequisite to the high-technology  
22 programs in the institutions of higher education;

23 (e) Work cooperatively with and provide any information or advice  
24 which may be requested by the higher education coordinating board  
25 during the board's review of new baccalaureate degree program proposals  
26 which are submitted under this chapter. Nothing in this chapter shall  
27 be construed as altering or superseding the powers or prerogatives of  
28 the higher education coordinating board over the review of new degree  
29 programs as established in (~~section 6(2) of this 1985 act~~) RCW  
30 28B.80.340;

31 (f) Work cooperatively with the department of (~~community,~~)  
32 trade(~~,~~) and economic development to identify the high-technology  
33 education and training needs of existing Washington businesses and  
34 businesses with the potential to locate in Washington;

35 (g) Work towards increasing private sector participation and  
36 contributions in Washington high-technology programs;

37 (h) Identify and evaluate the effectiveness of state sponsored  
38 research related to high technology; and

1 (i) Establish and maintain a plan, including priorities, to guide  
2 high-technology program development in public institutions of higher  
3 education, which plan shall include an assessment of current high-  
4 technology programs, steps to increase existing programs, new  
5 initiatives and programs necessary to promote high technology, and  
6 methods to coordinate and target high-technology programs to changing  
7 market opportunities in business and industry.

8 (3) The board may adopt rules under chapter 34.05 RCW as it deems  
9 necessary to carry out the purposes of this chapter.

10 (4) The board shall cease to exist on June 30, 1987, unless  
11 extended by law for an additional fixed period of time.

12 **Sec. 515.** RCW 28B.65.060 and 1995 c 399 s 31 are each amended to  
13 read as follows:

14 Staff support for the high-technology coordinating board shall be  
15 provided by the department of ((community,)) trade((,)) and economic  
16 development.

17 **Sec. 516.** RCW 28B.109.020 and 1996 c 253 s 402 are each amended to  
18 read as follows:

19 The Washington international exchange scholarship program is  
20 created subject to funding under RCW 28B.109.060. The program shall be  
21 administered by the board. In administering the program, the board  
22 may:

23 (1) Convene an advisory committee that may include but need not be  
24 limited to representatives of the office of the superintendent of  
25 public instruction, the department of ((community,)) trade((,)) and  
26 economic development, the secretary of state, private business, and  
27 institutions of higher education;

28 (2) Select students to receive the scholarship with the assistance  
29 of a screening committee composed of leaders in business, international  
30 trade, and education;

31 (3) Adopt necessary rules and guidelines including rules for  
32 disbursing scholarship funds to participants;

33 (4) Publicize the program;

34 (5) Solicit and accept grants and donations from public and private  
35 sources for the program;

36 (6) Establish and notify participants of service obligations; and

1 (7) Establish a formula for selecting the countries from which  
2 participants may be selected in consultation with the department of  
3 ((community,)) trade((,)) and economic development.

4 **Sec. 517.** RCW 28C.18.060 and 1996 c 99 s 4 are each amended to  
5 read as follows:

6 The board, in cooperation with the operating agencies of the state  
7 training system and private career schools and colleges shall:

8 (1) Concentrate its major efforts on planning, coordination  
9 evaluation, policy analysis, and recommending improvements to the  
10 state's training system.

11 (2) Advocate for the state training system and for meeting the  
12 needs of employers and the work force for work force education and  
13 training.

14 (3) Establish and maintain an inventory of the programs of the  
15 state training system, and related state programs, and perform a  
16 biennial assessment of the vocational education, training, and adult  
17 basic education and literacy needs of the state; identify ongoing and  
18 strategic education needs; and assess the extent to which employment,  
19 training, vocational and basic education, rehabilitation services, and  
20 public assistance services represent a consistent, integrated approach  
21 to meet such needs.

22 (4) Develop and maintain a state comprehensive plan for work force  
23 training and education, including but not limited to, goals,  
24 objectives, and priorities for the state training system, and review  
25 the state training system for consistency with the state comprehensive  
26 plan. In developing the state comprehensive plan for work force  
27 training and education, the board shall use, but shall not be limited  
28 to: Economic, labor market, and populations trends reports in office  
29 of financial management forecasts; joint office of financial management  
30 and employment security department labor force, industry employment,  
31 and occupational forecasts; the results of scientifically based  
32 outcome, net-impact and cost-benefit evaluations; the needs of  
33 employers as evidenced in formal employer surveys and other employer  
34 input; and the needs of program participants and workers as evidenced  
35 in formal surveys and other input from program participants and the  
36 labor community.

37 (5) In consultation with the higher education coordinating board,  
38 review and make recommendations to the office of financial management

1 and the legislature on operating and capital facilities budget requests  
2 for operating agencies of the state training system for purposes of  
3 consistency with the state comprehensive plan for work force training  
4 and education.

5 (6) Provide for coordination among the different operating agencies  
6 and components of the state training system at the state level and at  
7 the regional level.

8 (7) Develop a consistent and reliable data base on vocational  
9 education enrollments, costs, program activities, and job placements  
10 from publicly funded vocational education programs in this state.

11 (8) Establish standards for data collection and maintenance for the  
12 operating agencies of the state training system in a format that is  
13 accessible to use by the board. The board shall require a minimum of  
14 common core data to be collected by each operating agency of the state  
15 training system.

16 The board shall develop requirements for minimum common core data  
17 in consultation with the office of financial management and the  
18 operating agencies of the training system.

19 (9) Establish minimum standards for program evaluation for the  
20 operating agencies of the state training system, including, but not  
21 limited to, the use of common survey instruments and procedures for  
22 measuring perceptions of program participants and employers of program  
23 participants, and monitor such program evaluation.

24 (10) Every two years administer scientifically based outcome  
25 evaluations of the state training system, including, but not limited  
26 to, surveys of program participants, surveys of employers of program  
27 participants, and matches with employment security department payroll  
28 and wage files. Every five years administer scientifically based net-  
29 impact and cost-benefit evaluations of the state training system.

30 (11) In cooperation with the employment security department,  
31 provide for the improvement and maintenance of quality and utility in  
32 occupational information and forecasts for use in training system  
33 planning and evaluation. Improvements shall include, but not be  
34 limited to, development of state-based occupational change factors  
35 involving input by employers and employees, and delineation of skill  
36 and training requirements by education level associated with current  
37 and forecasted occupations.

1 (12) Provide for the development of common course description  
2 formats, common reporting requirements, and common definitions for  
3 operating agencies of the training system.

4 (13) Provide for effectiveness and efficiency reviews of the state  
5 training system.

6 (14) In cooperation with the higher education coordinating board,  
7 facilitate transfer of credit policies and agreements between  
8 institutions of the state training system, and encourage articulation  
9 agreements for programs encompassing two years of secondary work force  
10 education and two years of postsecondary work force education.

11 (15) In cooperation with the higher education coordinating board,  
12 facilitate transfer of credit policies and agreements between private  
13 training institutions and institutions of the state training system.

14 (16) Participate in the development of coordination criteria for  
15 activities under the job training partnership act with related programs  
16 and services provided by state and local education and training  
17 agencies.

18 (17) Make recommendations to the commission of student assessment,  
19 the state board of education, and the superintendent of public  
20 instruction, concerning basic skill competencies and essential core  
21 competencies for K-12 education. Basic skills for this purpose shall  
22 be reading, writing, computation, speaking, and critical thinking,  
23 essential core competencies for this purpose shall be English, math,  
24 science/technology, history, geography, and critical thinking. The  
25 board shall monitor the development of and provide advice concerning  
26 secondary curriculum which integrates vocational and academic  
27 education.

28 (18) Establish and administer programs for marketing and outreach  
29 to businesses and potential program participants.

30 (19) Facilitate the location of support services, including but not  
31 limited to, child care, financial aid, career counseling, and job  
32 placement services, for students and trainees at institutions in the  
33 state training system, and advocate for support services for trainees  
34 and students in the state training system.

35 (20) Facilitate private sector assistance for the state training  
36 system, including but not limited to: Financial assistance, rotation  
37 of private and public personnel, and vocational counseling.

1 (21) Facilitate programs for school-to-work transition that combine  
2 classroom education and on-the-job training in industries and  
3 occupations without a significant number of apprenticeship programs.

4 (22) Encourage and assess progress for the equitable representation  
5 of racial and ethnic minorities, women, and people with disabilities  
6 among the students, teachers, and administrators of the state training  
7 system. Equitable, for this purpose, shall mean substantially  
8 proportional to their percentage of the state population in the  
9 geographic area served. This function of the board shall in no way  
10 lessen more stringent state or federal requirements for representation  
11 of racial and ethnic minorities, women, and people with disabilities.

12 (23) Participate in the planning and policy development of governor  
13 set-aside grants under P.L. 97-300, as amended.

14 (24) Administer veterans' programs, licensure of private vocational  
15 schools, the job skills program, and the Washington award for  
16 vocational excellence.

17 (25) Allocate funding from the state job training trust fund.

18 (26) Work with the director of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and  
19 economic development to ensure coordination between work force training  
20 priorities and that department's economic development efforts.

21 (27) Adopt rules as necessary to implement this chapter.

22 The board may delegate to the director any of the functions of this  
23 section.

24 **Sec. 518.** RCW 36.01.120 and 1995 c 399 s 40 are each amended to  
25 read as follows:

26 It is the finding of the legislature that foreign trade zones serve  
27 an important public purpose by the creation of employment opportunities  
28 within the state and that the establishment of zones designed to  
29 accomplish this purpose is to be encouraged. It is the further intent  
30 of the legislature that the department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and  
31 economic development provide assistance to entities planning to apply  
32 to the United States for permission to establish such zones.

33 **Sec. 519.** RCW 36.110.030 and 1995 c 399 s 45 are each amended to  
34 read as follows:

35 A statewide jail industries board of directors is established. The  
36 board shall consist of the following members:

1 (1) One sheriff and one police chief, to be selected by the  
2 Washington association of sheriffs and police chiefs;

3 (2) One county commissioner or one county councilmember to be  
4 selected by the Washington state association of counties;

5 (3) One city official to be selected by the association of  
6 Washington cities;

7 (4) Two jail administrators to be selected by the Washington state  
8 jail association, one of whom shall be from a county or a city with an  
9 established jail industries program;

10 (5) One prosecuting attorney to be selected by the Washington  
11 association of prosecuting attorneys;

12 (6) One administrator from a city or county corrections department  
13 to be selected by the Washington correctional association;

14 (7) One county clerk to be selected by the Washington association  
15 of county clerks;

16 (8) Three representatives from labor to be selected by the  
17 governor. The representatives may be chosen from a list of nominations  
18 provided by statewide labor organizations representing a cross-section  
19 of trade organizations;

20 (9) Three representatives from business to be selected by the  
21 governor. The representatives may be chosen from a list of nominations  
22 provided by statewide business organizations representing a cross-  
23 section of businesses, industries, and all sizes of employers;

24 (10) The governor's representative from the employment security  
25 department;

26 (11) One member representing crime victims, to be selected by the  
27 governor;

28 (12) One member representing on-line law enforcement officers, to  
29 be selected by the governor;

30 (13) One member from the department of ((community,)) trade((,))  
31 and economic development to be selected by the governor;

32 (14) One member representing higher education, vocational  
33 education, or adult basic education to be selected by the governor; and

34 (15) The governor's representative from the correctional industries  
35 division of the state department of corrections shall be an ex officio  
36 member for the purpose of coordination and cooperation between prison  
37 and jail industries and to further a positive relationship between  
38 state and local government offender programs.

1       **Sec. 520.** RCW 39.86.110 and 1995 c 399 s 57 are each amended to  
2 read as follows:

3       The definitions in this section apply throughout this chapter  
4 unless the context clearly requires otherwise.

5       (1) "Agency" means the department of (~~community~~) trade(~~(~~τ~~)~~) and  
6 economic development.

7       (2) "Board" means the community economic revitalization board  
8 established under chapter 43.160 RCW.

9       (3) "Bonds" means bonds, notes, or other obligations of an issuer.

10       (4) "Bond use category" means any of the following categories of  
11 bonds which are subject to the state ceiling: (a) Housing, (b) student  
12 loans, (c) small issue, (d) exempt facility, (e) redevelopment, (f)  
13 public utility; and (g) remainder.

14       (5) "Carryforward" is an allocation or reallocation of the state  
15 ceiling which is carried from one calendar year to a later year, in  
16 accordance with the code.

17       (6) "Code" means the federal internal revenue code of 1986 as it  
18 exists on May 8, 1987. It also means the code as amended after May 8,  
19 1987, but only if the amendments are approved by the agency under RCW  
20 39.86.180.

21       (7) "Director" means the director of the agency or the director's  
22 designee.

23       (8) "Exempt facility" means the bond use category which includes  
24 all bonds which are exempt facility bonds as described in the code,  
25 except those for qualified residential rental projects.

26       (9) "Firm and convincing evidence" means documentation that  
27 satisfies the director that the issuer is committed to the prompt  
28 financing of, and will issue tax exempt bonds for, the project or  
29 program for which it requests an allocation from the state ceiling.

30       (10) "Housing" means the bond use category which includes: (a)  
31 Mortgage revenue bonds and mortgage credit certificates as described in  
32 the code; and (b) exempt facility bonds for qualified residential  
33 rental projects as described in the code.

34       (11) "Initial allocation" means the portion or dollar value of the  
35 state ceiling which initially in each calendar year is allocated to a  
36 bond use category for the issuance of private activity bonds, in  
37 accordance with RCW 39.86.120.

1 (12) "Issuer" means the state, any agency or instrumentality of the  
2 state, any political subdivision, or any other entity authorized to  
3 issue private activity bonds under state law.

4 (13) "Private activity bonds" means obligations that are private  
5 activity bonds as defined in the code or bonds for purposes described  
6 in section 1317(25) of the tax reform act of 1986.

7 (14) "Program" means the activities for which housing bonds or  
8 student loan bonds may be issued.

9 (15) "Public utility" means the bond use category which includes  
10 those bonds described in section 1317(25) of the tax reform act of  
11 1986.

12 (16) "Redevelopment" means the bond use category which includes  
13 qualified redevelopment bonds as described in the code.

14 (17) "Remainder" means that portion of the state ceiling remaining  
15 after initial allocations are made under RCW 39.86.120 for any other  
16 bond use category.

17 (18) "Small issue" means the bond use category which includes all  
18 industrial development bonds that constitute qualified small issue  
19 bonds, as described in the code.

20 (19) "State" means the state of Washington.

21 (20) "State ceiling" means the volume limitation for each calendar  
22 year on tax-exempt private activity bonds, as imposed by the code.

23 (21) "Student loans" means the bond use category which includes  
24 qualified student loan bonds as described in the code.

25 **Sec. 521.** RCW 43.17.065 and 1995 c 226 s 24 are each amended to  
26 read as follows:

27 (1) Where power is vested in a department to issue permits,  
28 licenses, certifications, contracts, grants, or otherwise authorize  
29 action on the part of individuals, businesses, local governments, or  
30 public or private organizations, such power shall be exercised in an  
31 expeditious manner. All departments with such power shall cooperate  
32 with officials of the (~~business assistance center of the~~) department  
33 of (~~community,~~) trade(~~(,)~~) and economic development, and any other  
34 state officials, when such officials request timely action on the part  
35 of the issuing department.

36 (2) (~~After August 1, 1991,~~) Any agency to which subsection (1) of  
37 this section applies shall, with regard to any permits or other actions  
38 that are necessary for economic development in rural natural resources

1 impact areas, as defined in RCW 43.31.601, respond to any completed  
2 application within forty-five days of its receipt; any response, at a  
3 minimum, shall include:

4 (a) The specific steps that the applicant needs to take in order to  
5 have the application approved; and

6 (b) The assistance that will be made available to the applicant by  
7 the agency to expedite the application process.

8 (3) The agency rural community assistance task force established in  
9 RCW 43.31.621 shall oversee implementation of this section.

10 (4) Each agency shall define what constitutes a completed  
11 application and make this definition available to applicants.

12 **Sec. 522.** RCW 43.20A.750 and 1997 c 367 s 16 are each amended to  
13 read as follows:

14 (1) The department of social and health services shall help  
15 families and workers in rural natural resources impact areas make the  
16 transition through economic difficulties and shall provide services to  
17 assist workers to gain marketable skills. The department, as a member  
18 of the agency rural community assistance task force and, where  
19 appropriate, under an interagency agreement with the department of  
20 ((community,)) trade((,)) and economic development, shall provide  
21 grants through the office of the secretary for services to the  
22 unemployed in rural natural resources impact areas and to dislocated  
23 salmon fishing workers as defined in RCW 43.63A.021 (as recodified by  
24 this act) who live in urban areas of qualifying rural natural resource  
25 impact counties, including providing direct or referral services,  
26 establishing and operating service delivery programs, and coordinating  
27 delivery programs and delivery of services. These grants may be  
28 awarded for family support centers, reemployment centers, or other  
29 local service agencies.

30 (2) The services provided through the grants may include, but need  
31 not be limited to: Credit counseling; social services including  
32 marital counseling; psychotherapy or psychological counseling; mortgage  
33 foreclosures and utilities problems counseling; drug and alcohol abuse  
34 services; medical services; and residential heating and food  
35 acquisition.

36 (3) Funding for these services shall be coordinated through the  
37 agency rural community assistance task force which will establish a  
38 fund to provide child care assistance, mortgage assistance, and

1 counseling which cannot be met through current programs. No funds  
2 shall be used for additional full-time equivalents for administering  
3 this section.

4 (4)(a) Grants for family support centers are intended to provide  
5 support to families by responding to needs identified by the families  
6 and communities served by the centers. Services provided by family  
7 support centers may include parenting education, child development  
8 assessments, health and nutrition education, counseling, and  
9 information and referral services. Such services may be provided  
10 directly by the center or through referral to other agencies  
11 participating in the interagency team.

12 (b) The department shall consult with the council on child abuse or  
13 neglect regarding grants for family support centers.

14 (5) "Rural natural resources impact area" means:

15 (a) A nonmetropolitan county, as defined by the 1990 decennial  
16 census, that meets three of the five criteria set forth in subsection  
17 (6) of this section;

18 (b) A nonmetropolitan county with a population of less than forty  
19 thousand in the 1990 decennial census, that meets two of the five  
20 criteria as set forth in subsection (6) of this section; or

21 (c) A nonurbanized area, as defined by the 1990 decennial census,  
22 that is located in a metropolitan county that meets three of the five  
23 criteria set forth in subsection (6) of this section.

24 (6) For the purposes of designating rural natural resources impact  
25 areas, the following criteria shall be considered:

26 (a) A lumber and wood products employment location quotient at or  
27 above the state average;

28 (b) A commercial salmon fishing employment location quotient at or  
29 above the state average;

30 (c) Projected or actual direct lumber and wood products job losses  
31 of one hundred positions or more;

32 (d) Projected or actual direct commercial salmon fishing job losses  
33 of one hundred positions or more; and

34 (e) An unemployment rate twenty percent or more above the state  
35 average. The counties that meet these criteria shall be determined by  
36 the employment security department for the most recent year for which  
37 data is available. For the purposes of administration of programs  
38 under this chapter, the United States post office five-digit zip code  
39 delivery areas will be used to determine residence status for

1 eligibility purposes. For the purpose of this definition, a zip code  
2 delivery area of which any part is ten miles or more from an urbanized  
3 area is considered nonurbanized. A zip code totally surrounded by zip  
4 codes qualifying as nonurbanized under this definition is also  
5 considered nonurbanized. The office of financial management shall make  
6 available a zip code listing of the areas to all agencies and  
7 organizations providing services under this chapter.

8 **Sec. 523.** RCW 43.21A.510 and 1995 c 399 s 66 are each amended to  
9 read as follows:

10 In order to assist the department of ((community)) trade(( )) and  
11 economic development in providing information to businesses interested  
12 in locating in Washington state, the department shall develop an  
13 environmental profile of the state. This profile shall identify the  
14 state's natural resources and describe how these assets are valuable to  
15 industry. Examples of information to be included are water resources  
16 and quality, air quality, and recreational opportunities related to  
17 natural resources.

18 **Sec. 524.** RCW 43.21A.515 and 1995 c 399 s 67 are each amended to  
19 read as follows:

20 In order to emphasize the importance of the state's environmental  
21 laws and regulations and to facilitate compliance with them, the  
22 department of ecology shall provide assistance to businesses interested  
23 in locating in Washington state. When the department of ((community))  
24 trade(( )) and economic development receives a query from an interested  
25 business through its industrial marketing activities, it shall arrange  
26 for the department of ecology to provide information on the state's  
27 environmental laws and regulations and methods of compliance. This  
28 section shall facilitate compliance with state environmental laws and  
29 regulations and shall not weaken their application or effectiveness.

30 **Sec. 525.** RCW 43.21F.025 and 1996 c 186 s 102 are each amended to  
31 read as follows:

32 (1) "Energy" means petroleum or other liquid fuels; natural or  
33 synthetic fuel gas; solid carbonaceous fuels; fissionable nuclear  
34 material; electricity; solar radiation; geothermal resources;  
35 hydropower; organic waste products; wind; tidal activity; any other  
36 substance or process used to produce heat, light, or motion; or the

1 savings from nongeneration technologies, including conservation or  
2 improved efficiency in the usage of any of the sources described in  
3 this subsection;

4 (2) "Person" means an individual, partnership, joint venture,  
5 private or public corporation, association, firm, public service  
6 company, political subdivision, municipal corporation, government  
7 agency, public utility district, joint operating agency, or any other  
8 entity, public or private, however organized;

9 (3) "Director" means the director of the department of  
10 (~~community~~) trade(~~)~~ and economic development;

11 (4) "Assistant director" means the assistant director of the  
12 department of (~~community~~) trade(~~)~~ and economic development  
13 responsible for energy policy activities;

14 (5) "Department" means the department of (~~community~~) trade(~~)~~  
15 and economic development;

16 (6) "Distributor" means any person, private corporation,  
17 partnership, individual proprietorship, utility, including investor-  
18 owned utilities, municipal utility, public utility district, joint  
19 operating agency, or cooperative, which engages in or is authorized to  
20 engage in the activity of generating, transmitting, or distributing  
21 energy in this state; and

22 (7) "State energy strategy" means the document and energy policy  
23 direction developed under section 1, chapter 201, Laws of 1991  
24 including any related appendices.

25 **Sec. 526.** RCW 43.21F.090 and 1996 c 186 s 106 are each amended to  
26 read as follows:

27 With the guidance of an advisory committee, the department shall  
28 review the state energy strategy as originally developed under section  
29 1, chapter 201, Laws of 1991, (~~periodically with the guidance of an~~  
30 advisory committee)) and subsequently revised. (~~For each review,~~) An  
31 advisory committee shall be established with a membership resembling  
32 (~~as closely as possible~~) but not limited by the composition of the  
33 original energy strategy advisory committee specified under section 1,  
34 chapter 201, Laws of 1991. Upon completion of (~~a~~) one or more public  
35 hearings regarding the advisory committee's advice and recommendations  
36 for revisions to the energy strategy, a written report shall be  
37 conveyed by the department to the governor and the appropriate  
38 legislative committees. Any advisory committee established under this

1 section shall be (~~dissolved within three months after their written~~  
2 ~~report is conveyed~~) the advisory committee for the energy division.

3 **Sec. 527.** RCW 43.21G.010 and 1996 c 186 s 507 are each amended to  
4 read as follows:

5 The legislature finds that energy in various forms is increasingly  
6 subject to possible shortages and supply disruptions, to the point that  
7 there may be foreseen an emergency situation, and that without the  
8 ability to institute appropriate emergency measures to regulate the  
9 production, distribution, and use of energy, a severe impact on the  
10 public health, safety, and general welfare of our state's citizens may  
11 occur. The prevention or mitigation of such energy shortages or  
12 disruptions and their effects is necessary for preservation of the  
13 public health, safety, and general welfare of the citizens of this  
14 state.

15 It is the intent of this chapter to:

16 (1) Establish necessary emergency powers for the governor and  
17 define the situations under which such powers are to be exercised;

18 (2) Provide penalties for violations of this chapter.

19 It is further the intent of the legislature that in developing  
20 proposed orders under the powers granted in RCW 43.21G.040 as now or  
21 hereafter amended the governor may utilize, on a temporary or ad hoc  
22 basis, the knowledge and expertise of persons experienced in the  
23 technical aspects of energy supply, distribution, or use. Such  
24 utilization shall be in addition to support received by the governor  
25 from the department of (~~community~~) trade(~~)~~ and economic  
26 development under RCW 43.21F.045 (~~and 43.21F.065~~) and from other  
27 state agencies.

28 **Sec. 528.** RCW 43.23.035 and 1995 c 399 s 70 are each amended to  
29 read as follows:

30 The department of agriculture is hereby designated as the agency of  
31 state government for the administration and implementation of state  
32 agricultural market development programs and activities, both domestic  
33 and foreign, and shall, in addition to the powers and duties otherwise  
34 imposed by law, have the following powers and duties:

35 (1) To study the potential marketability of various agricultural  
36 commodities of this state in foreign and domestic trade;

1 (2) To collect, prepare, and analyze foreign and domestic market  
2 data;

3 (3) To establish a program to promote and assist in the marketing  
4 of Washington-bred horses: PROVIDED, That the department shall present  
5 a proposal to the legislature no later than December 1, 1986, that  
6 provides for the elimination of all state funding for the program after  
7 June 30, 1989;

8 (4) To encourage and promote the sale of Washington's agricultural  
9 commodities and products at the site of their production through the  
10 development and dissemination of referral maps and other means;

11 (5) To encourage and promote those agricultural industries, such as  
12 the wine industry, which attract visitors to rural areas in which other  
13 agricultural commodities and products are produced and are, or could  
14 be, made available for sale;

15 (6) To encourage and promote the establishment and use of public  
16 markets in this state for the sale of Washington's agricultural  
17 products;

18 (7) To maintain close contact with foreign firms and governmental  
19 agencies and to act as an effective intermediary between foreign  
20 nations and Washington traders;

21 (8) To publish and disseminate to interested citizens and others  
22 information which will aid in carrying out the purposes of chapters  
23 43.23, 15.64, 15.65, and 15.66 RCW;

24 (9) To encourage and promote the movement of foreign and domestic  
25 agricultural goods through the ports of Washington;

26 (10) To conduct an active program by sending representatives to, or  
27 engaging representatives in, foreign countries to promote the state's  
28 agricultural commodities and products;

29 (11) To assist and to make Washington agricultural concerns more  
30 aware of the potentials of foreign trade and to encourage production of  
31 those commodities that will have high export potential and appeal;

32 (12) To coordinate the trade promotional activities of appropriate  
33 federal, state, and local public agencies, as well as civic  
34 organizations; and

35 (13) To develop a coordinated marketing program with the department  
36 of ((community,)) trade((,)) and economic development, utilizing  
37 existing trade offices and participating in mutual trade missions and  
38 activities.

1 As used in this section, "agricultural commodities" includes  
2 products of both terrestrial and aquatic farming.

3 **Sec. 529.** RCW 43.31.805 and 1998 c 345 s 3 are each amended to  
4 read as follows:

5 The state trade fair fund is created in the custody of the state  
6 treasury. All moneys received by the department of ((community,))  
7 trade((,)) and economic development for the purposes of this fund shall  
8 be deposited into the fund. Expenditures from the fund may be used  
9 only for the purpose of assisting state trade fairs. Only the director  
10 of ((community,)) trade((,)) and economic development or the director's  
11 designee may authorize expenditures from the fund. The fund is subject  
12 to allotment procedures under chapter 43.88 RCW, but no appropriation  
13 is required for expenditures.

14 **Sec. 530.** RCW 43.63A.230 and 1993 c 280 s 63 are each amended to  
15 read as follows:

16 (1) The department ((of community, trade, and economic  
17 development)) shall integrate an employee ownership program within its  
18 existing technical assistance programs. The employee ownership program  
19 shall provide technical assistance to cooperatives authorized under  
20 chapter 23.78 RCW and conduct educational programs on employee  
21 ownership and self-management. The department shall include  
22 information on the option of employee ownership wherever appropriate in  
23 its various programs.

24 (2) The department shall maintain a list of firms and individuals  
25 with expertise in the field of employee ownership and utilize such  
26 firms and individuals, as appropriate, in delivering and coordinating  
27 the delivery of technical, managerial, and educational services. In  
28 addition, the department shall work with and rely on the services of  
29 the employment security department and state institutions of higher  
30 education to promote employee ownership.

31 (3) ((The department shall report to the governor, the appropriate  
32 economic development committees of the senate and the house of  
33 representatives, and the ways and means committees of each house by  
34 December 1 of 1988, and each year thereafter, on the accomplishments of  
35 the employee ownership program. Such reports shall include the number  
36 and types of firms assisted, the number of jobs created by such firms,  
37 the types of services, the number of workshops presented, the number of

1 employees trained, and the results of client satisfaction surveys  
2 distributed to those using the services of the program.

3 (4)) For purposes of this section, an employee stock ownership  
4 plan qualifies as a cooperative if at least fifty percent, plus one  
5 share, of its voting shares of stock are voted on a one-person-one-vote  
6 basis.

7 **Sec. 531.** RCW 43.88.093 and 1998 c 299 s 3 are each amended to  
8 read as follows:

9 (1) When developing a biennial budget for the tourism development  
10 division of the department of ((community,)) trade((,)) and economic  
11 development, the request for funding submitted to the office of  
12 financial management shall be calculated according to the formula in  
13 RCW 43.88.094. The request shall be a specific designated amount in  
14 the budget request for the department of ((community,)) trade((,)) and  
15 economic development.

16 (2) This section expires June 30, 2008.

17 **Sec. 532.** RCW 43.88.094 and 1998 c 299 s 4 are each amended to  
18 read as follows:

19 (1) The budget amount designated in RCW 43.88.093(1) is the sum of  
20 the base amount and the growth component as calculated under subsection  
21 (2) of this section.

22 (2) The director of the department of ((community,)) trade((,)) and  
23 economic development shall calculate the tourism development division  
24 budget in consultation with the appropriate agencies in the following  
25 manner:

26 (a) The base amount, beginning in the budget for the biennium  
27 ending June 30, 2001, and for each subsequent biennium thereafter,  
28 equals the previous biennial budget, including any supplemental  
29 allocations and any growth component amounts from previous biennia.

30 (b) For the growth component, beginning in the budget for the  
31 biennium ending June 30, 2001: (i) Compute the state retail sales tax  
32 revenues for the target business categories for the calendar year two  
33 years prior to the beginning of the biennium for which the budget  
34 request will be made; (ii) compute the state retail sales tax revenues  
35 for the target business categories for the calendar year four years  
36 prior to the beginning of the biennium for which the budget request  
37 will be made; (iii) calculate the percentage change in these two sales

1 tax revenue amounts; (iv) if the percentage exceeds eight percent  
2 growth, calculate the amount of sales tax revenue that represents the  
3 excess in revenue growth greater than six percent; and (v) calculate  
4 the growth component by dividing the excess revenue growth by two. The  
5 amount of the growth component for any biennium shall not exceed two  
6 million dollars per fiscal year for the biennium.

7 (3) As used in this section:

8 (a) "Target business categories" means businesses in standard  
9 industrial classification codes 58 (eating and drinking), 70 (lodging),  
10 7514 (auto rental), and 79 (recreation). If at any time the United  
11 States office of management and budget or a successor agency should  
12 change or replace the present standard industrial classification code  
13 system, the department of ((community,)) trade((,)) and economic  
14 development shall use the code system issued by the office of  
15 management and budget or its successor agency to determine codes  
16 corresponding to those listed in this definition.

17 (b) "Retail sales" means the gross sales subject to the tax imposed  
18 in chapter 82.08 RCW received by businesses identified in department of  
19 revenue records by standard industrial classification codes 58, 70,  
20 7514, and 79.

21 (4) This section expires June 30, 2008.

22 **Sec. 533.** RCW 43.160.020 and 1999 c 164 s 102 are each amended to  
23 read as follows:

24 Unless the context clearly requires otherwise, the definitions in  
25 this section apply throughout this chapter.

26 (1) "Board" means the community economic revitalization board.

27 (2) "Bond" means any bond, note, debenture, interim certificate, or  
28 other evidence of financial indebtedness issued by the board pursuant  
29 to this chapter.

30 (3) "Department" means the department of ((community,)) trade((,))  
31 and economic development.

32 (4) "Financial institution" means any bank, savings and loan  
33 association, credit union, development credit corporation, insurance  
34 company, investment company, trust company, savings institution, or  
35 other financial institution approved by the board and maintaining an  
36 office in the state.

37 (5) "Industrial development facilities" means "industrial  
38 development facilities" as defined in RCW 39.84.020.

1 (6) "Industrial development revenue bonds" means tax-exempt revenue  
2 bonds used to fund industrial development facilities.

3 (7) "Local government" or "political subdivision" means any port  
4 district, county, city, town, special purpose district, and any other  
5 municipal corporations or quasi-municipal corporations in the state  
6 providing for public facilities under this chapter.

7 (8) "Sponsor" means any of the following entities which customarily  
8 provide service or otherwise aid in industrial or other financing and  
9 are approved as a sponsor by the board: A bank, trust company, savings  
10 bank, investment bank, national banking association, savings and loan  
11 association, building and loan association, credit union, insurance  
12 company, or any other financial institution, governmental agency, or  
13 holding company of any entity specified in this subsection.

14 (9) "Umbrella bonds" means industrial development revenue bonds  
15 from which the proceeds are loaned, transferred, or otherwise made  
16 available to two or more users under this chapter.

17 (10) "User" means one or more persons acting as lessee, purchaser,  
18 mortgagor, or borrower under a financing document and receiving or  
19 applying to receive revenues from bonds issued under this chapter.

20 (11) "Public facilities" means a project of a local government for  
21 the planning, acquisition, construction, repair, reconstruction,  
22 replacement, rehabilitation, or improvement of bridges, roads, domestic  
23 and industrial water, earth stabilization, sanitary sewer, storm sewer,  
24 railroad, electricity, telecommunications, transportation, natural gas,  
25 buildings or structures, and port facilities, all for the purpose of  
26 job creation, job retention, or job expansion.

27 (12) "Rural county" means a county with a population density of  
28 fewer than one hundred persons per square mile as determined by the  
29 office of financial management.

30 (13) "Rural natural resources impact area" means:

31 (a) A nonmetropolitan county, as defined by the 1990 decennial  
32 census, that meets three of the five criteria set forth in subsection  
33 (14) of this section;

34 (b) A nonmetropolitan county with a population of less than forty  
35 thousand in the 1990 decennial census, that meets two of the five  
36 criteria as set forth in subsection (14) of this section; or

37 (c) A nonurbanized area, as defined by the 1990 decennial census,  
38 that is located in a metropolitan county that meets three of the five  
39 criteria set forth in subsection (14) of this section.

1 (14) For the purposes of designating rural natural resources impact  
2 areas, the following criteria shall be considered:

3 (a) A lumber and wood products employment location quotient at or  
4 above the state average;

5 (b) A commercial salmon fishing employment location quotient at or  
6 above the state average;

7 (c) Projected or actual direct lumber and wood products job losses  
8 of one hundred positions or more;

9 (d) Projected or actual direct commercial salmon fishing job losses  
10 of one hundred positions or more; and

11 (e) An unemployment rate twenty percent or more above the state  
12 average. The counties that meet these criteria shall be determined by  
13 the employment security department for the most recent year for which  
14 data is available. For the purposes of administration of programs  
15 under this chapter, the United States post office five-digit zip code  
16 delivery areas will be used to determine residence status for  
17 eligibility purposes. For the purpose of this definition, a zip code  
18 delivery area of which any part is ten miles or more from an urbanized  
19 area is considered nonurbanized. A zip code totally surrounded by zip  
20 codes qualifying as nonurbanized under this definition is also  
21 considered nonurbanized. The office of financial management shall make  
22 available a zip code listing of the areas to all agencies and  
23 organizations providing services under this chapter.

24 **Sec. 534.** RCW 43.160.115 and 1995 c 399 s 87 are each amended to  
25 read as follows:

26 In addition to its powers and duties under this chapter, the  
27 community economic revitalization board shall cooperate with the  
28 (~~Washington state development loan fund committee~~) department in  
29 order to provide for coordination of their very similar programs.  
30 Under this chapter, it is the duty of the department (~~of community,~~  
31 ~~trade, and economic development and the board~~) to financially assist  
32 the committee to the extent required by law. (~~Funds appropriated to~~  
33 ~~the board or the department of community, trade, and economic~~  
34 ~~development for the use of the board shall be transferred to the~~  
35 ~~department of community, trade, and economic development to the extent~~  
36 ~~required by law.~~)

1       **Sec. 535.** RCW 43.160.180 and 1995 c 399 s 88 are each amended to  
2 read as follows:

3       (1) There is hereby created the private activity bond subcommittee  
4 of the board.

5       (2) The subcommittee shall be primarily responsible for reviewing  
6 and making recommendations to the board on requests for certification  
7 and allocation pursuant to the provisions of chapter 39.86 RCW and as  
8 authorized by rules adopted by the board.

9       (3) The subcommittee shall consist of the following members: Six  
10 members of the board including: (a) The chair; (b) the county  
11 official; (c) the city official; (d) the port district official; (e) a  
12 legislator, appointed by the chair; and (f) the representative of the  
13 public. The members' terms shall coincide with their terms of  
14 appointment to the board.

15       (4) Staff support to the subcommittee shall be provided by the  
16 department (~~(of community, trade, and economic development)~~).

17       (5) Members of the subcommittee shall receive no compensation but  
18 shall be reimbursed for travel expenses under RCW 43.03.050 and  
19 43.03.060.

20       (6) If a vacancy on the subcommittee occurs by death, resignation,  
21 failure to hold the office from which the member was appointed, or  
22 otherwise, the vacancy shall be filled through the procedures specified  
23 for filling the corresponding vacancy on the board.

24       **Sec. 536.** RCW 43.163.020 and 1995 c 399 s 89 are each amended to  
25 read as follows:

26       The Washington economic development finance authority is  
27 established as a public body corporate and politic, with perpetual  
28 corporate succession, constituting an instrumentality of the state of  
29 Washington exercising essential governmental functions. The authority  
30 is a public body within the meaning of RCW 39.53.010.

31       The authority shall consist of eighteen (~~(seventeen)~~) members as  
32 follows: The director of the department of (~~(community,)~~) trade(~~(7)~~)  
33 and economic development, the director of the department of community  
34 development, the director of the department of agriculture, the state  
35 treasurer, one member from each caucus in the house of representatives  
36 appointed by the speaker of the house, one member from each caucus in  
37 the senate appointed by the president of the senate, and ten public  
38 members with one representative of women-owned businesses and one

1 representative of minority-owned businesses and with at least three of  
2 the members residing east of the Cascades. The public members shall be  
3 residents of the state appointed by the governor on the basis of their  
4 interest or expertise in trade, agriculture or business finance or jobs  
5 creation and development. One of the public members shall be appointed  
6 by the governor as chair of the authority and shall serve as chair of  
7 the authority at the pleasure of the governor. The authority may  
8 select from its membership such other officers as it deems appropriate.

9 The term of the persons appointed by the governor as public members  
10 of the authority, including the public member appointed as chair, shall  
11 be four years from the date of appointment, except that the term of  
12 three of the initial appointees shall be for two years from the date of  
13 appointment and the term of four of the initial appointees shall be for  
14 three years from the date of appointment. The governor shall designate  
15 the appointees who will serve the two-year and three-year terms.

16 In the event of a vacancy on the authority due to death,  
17 resignation or removal of one of the public members, or upon the  
18 expiration of the term of one of the public members, the governor shall  
19 appoint a successor for the remainder of the unexpired term. If either  
20 of the state offices is abolished, the resulting vacancy on the  
21 authority shall be filled by the state officer who shall succeed  
22 substantially to the power and duties of the abolished office.

23 Any public member of the authority may be removed by the governor  
24 for misfeasance, malfeasance or willful neglect of duty after notice  
25 and a public hearing, unless such notice and hearing shall be expressly  
26 waived in writing by the affected public member.

27 The state officials serving in ex officio capacity may each  
28 designate an employee of their respective departments to act on their  
29 behalf in all respects with regard to any matter to come before the  
30 authority. Such designations shall be made in writing in such manner  
31 as is specified by the rules of the authority.

32 The members of the authority shall serve without compensation but  
33 shall be entitled to reimbursement, solely from the funds of the  
34 authority, for expenses incurred in the discharge of their duties under  
35 this chapter. The authority may borrow funds from the department for  
36 the purpose of reimbursing members for expenses; however, the authority  
37 shall repay the department as soon as practicable.

38 A majority of the authority shall constitute a quorum.

1       **Sec. 537.** RCW 43.163.120 and 1998 c 245 s 51 are each amended to  
2 read as follows:

3       The authority shall receive no appropriation of state funds. The  
4 department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and economic development shall  
5 provide staff to the authority, to the extent permitted by law, to  
6 enable the authority to accomplish its purposes; the staff from the  
7 department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and economic development may  
8 assist the authority in organizing itself and in designing programs,  
9 but shall not be involved in the issuance of bonds or in making credit  
10 decisions regarding financing provided to borrowers by the authority.

11       **Sec. 538.** RCW 43.170.020 and 1995 c 399 s 93 are each amended to  
12 read as follows:

13       Unless the context clearly requires otherwise, the definitions in  
14 this section apply throughout this chapter.

15       (1) "Department" means the department of ((community<sub>7</sub>)) trade((<sub>7</sub>))  
16 and economic development.

17       (2) "Director" means the director of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and  
18 economic development.

19       (3) "Program" means the small business innovators' opportunity  
20 program.

21       (4) "Inventor" or "innovator" means one who thinks of, imagines, or  
22 creates something new which may result in a device, contrivance, or  
23 process for the first time, through the use of the imagination or  
24 ingenious thinking and experimentation.

25       (5) "Proposal" means a plan provided by an inventor or innovator on  
26 an idea for an invention or an improvement.

27       (6) "Higher education" means any university, college, community  
28 college, or technical institute in this state.

29       **Sec. 539.** RCW 43.172.011 and 1995 c 399 s 96 are each amended to  
30 read as follows:

31       Unless the context clearly requires otherwise, the definitions in  
32 this section apply throughout RCW 43.172.020 through 43.172.110.

33       (1) "Approved surety company" means a surety company approved by  
34 the department for participation in providing direct bonding assistance  
35 to qualified contractors.

36       (2) "Bond" means any bond or security required for bid, payment, or  
37 performance of contracts.

1 (3) "Department" means the department of ((community,)) trade((,))  
2 and economic development.

3 (4) "Program" means the Washington state small business bonding  
4 assistance program provided for in this chapter.

5 (5) "Qualified contractor" means any resident minority business  
6 enterprise or women's business enterprise, as determined by the  
7 department to be consistent with the requirements of chapter 39.19 RCW  
8 and engaged in the contracting business, which has obtained a  
9 certificate of accreditation from the Washington state small business  
10 bonding assistance program.

11 **Sec. 540.** RCW 43.210.030 and 1998 c 109 s 2 are each amended to  
12 read as follows:

13 The small business export finance assistance center and its  
14 branches shall be governed and managed by a board of seven directors  
15 appointed by the governor, with the advice of the board, and confirmed  
16 by the senate. The directors shall serve terms of four years following  
17 the terms of service established by the initial appointments after June  
18 11, 1998. Three appointees, including directors on June 11, 1998, who  
19 are reappointed, must serve initial terms of two years and, if a  
20 director is reappointed that director may serve a consecutive four-year  
21 term. Four appointees, including directors on June 11, 1998, who are  
22 reappointed, must serve initial terms of four years and, if a director  
23 is reappointed that director may serve a consecutive four-year term.  
24 After the initial appointments, directors may serve two consecutive  
25 terms. The directors may provide for the payment of their expenses.  
26 The directors shall include the director of ((community,)) trade((,))  
27 and economic development or the director's designee; representatives of  
28 a large financial institution engaged in financing export transactions  
29 in the state of Washington; a small financial institution engaged in  
30 financing export transactions in the state of Washington; a large  
31 exporting company domiciled in the state of Washington; a small  
32 exporting company in the state of Washington; organized labor in a  
33 trade involved in international commerce; and a representative at  
34 large. To the extent possible, appointments to the board shall reflect  
35 geographical balance and the diversity of the state population. Any  
36 vacancies on the board due to the expiration of a term or for any other

1 reason shall be filled by appointment by the governor for the unexpired  
2 term.

3 **Sec. 541.** RCW 43.210.050 and 1998 c 245 s 84 are each amended to  
4 read as follows:

5 The small business export finance assistance center formed under  
6 RCW 43.210.020 and 43.210.030 shall enter into a contract under this  
7 chapter with the department of ((community)) trade(( )) and economic  
8 development or its statutory successor. The contract shall require the  
9 center to provide export assistance services, consistent with RCW  
10 43.210.070 and 43.210.100 through 43.210.120, shall have a duration of  
11 two years, and shall require the center to aggressively seek to fund  
12 its continued operation from nonstate funds. The contract shall also  
13 require the center to report annually to the department on its success  
14 in obtaining nonstate funding. Upon expiration of the contract, any  
15 provisions within the contract applicable to the Pacific Northwest  
16 export assistance project shall be automatically renewed without change  
17 provided the legislature appropriates funds for administration of the  
18 small business export assistance center and the Pacific Northwest  
19 export assistance project. The provisions of the contract related to  
20 the Pacific Northwest export assistance project may be changed at any  
21 time if the director of the department of ((community)) trade(( )) and  
22 economic development or the president of the small business export  
23 finance assistance center present compelling reasons supporting the  
24 need for a contract change to the board of directors and a majority of  
25 the board of directors agrees to the changes. The department of  
26 agriculture shall be included in the contracting negotiations with the  
27 department of ((community)) trade(( )) and economic development and  
28 the small business export finance assistance center when the Pacific  
29 Northwest export assistance project provides export services to  
30 industrial sectors within the administrative domain of the Washington  
31 state department of agriculture.

32 **Sec. 542.** RCW 43.210.060 and 1995 c 399 s 108 are each amended to  
33 read as follows:

34 The department of ((community)) trade(( )) and economic  
35 development or its statutory successor shall adopt rules under chapter  
36 34.05 RCW as necessary to carry out the purposes of this chapter.

1       **Sec. 543.** RCW 43.330.092 and 1997 c 220 s 222 are each amended to  
2 read as follows:

3       The film and video promotion account is created in the state  
4 treasury. All receipts from RCW 36.102.060(14) must be deposited into  
5 the account. Moneys in the account may be spent only after  
6 appropriation. Expenditures from the account may be used by the  
7 department ((of community, trade, and economic development)) only for  
8 the purposes of promotion of the film and video production industry in  
9 the state of Washington.

10       **Sec. 544.** RCW 43.330.094 and 1997 c 220 s 223 are each amended to  
11 read as follows:

12       The tourism development and promotion account is created in the  
13 state treasury. All receipts from RCW 36.102.060(10) must be deposited  
14 into the account. Moneys in the account may be spent only after  
15 appropriation. Expenditures from the account may be used by the  
16 department ((of community, trade, and economic development)) only for  
17 the purposes of promotion of the tourism industry in the state of  
18 Washington.

19       **Sec. 545.** RCW 50.67.030 and 1994 sp.s. c 3 s 8 are each amended to  
20 read as follows:

21       In addition to its duties under this chapter, the Washington state  
22 job training coordinating council shall advise the employment security  
23 department and the department of ((community,)) trade((,)) and economic  
24 development on the development and implementation of the Washington  
25 youthbuild program created under chapter 50.72 RCW.

26       **Sec. 546.** RCW 50.72.030 and 1994 sp.s. c 3 s 3 are each amended to  
27 read as follows:

28       The Washington youthbuild program is established within the  
29 department. The commissioner, in cooperation and consultation with the  
30 director of the department of ((community,)) trade((,)) and economic  
31 development, shall:

32       (1) Make grants, up to the lesser of three hundred thousand dollars  
33 or twenty-five percent of the total costs of the youthbuild activities,  
34 to applicants eligible to provide education and employment training  
35 under federal or state employment training programs, for the purpose of  
36 carrying out a wide range of multidisciplinary activities and services

1 to assist economically disadvantaged youth under the federal  
2 opportunities for youth: Youthbuild program (106 Stat. 3723; 42 U.S.C.  
3 Sec. 8011), or locally developed youthbuild-type programs for  
4 economically disadvantaged youth; and

5 (2) Coordinate youth employment and training efforts under the  
6 department's jurisdiction and cooperate with other agencies and  
7 departments providing youth services to ensure that funds appropriated  
8 for the purposes of this chapter will be used to supplement funding  
9 from federal, state, local, or private sources.

10 **Sec. 547.** RCW 67.28.8001 and 1997 c 452 s 6 are each amended to  
11 read as follows:

12 (1) Each municipality imposing a tax under chapter 67.28 RCW shall  
13 submit a report to the department of ((community)) trade(( )) and  
14 economic development on October 1, 1998, and October 1, 2000. Each  
15 report shall include the following information:

16 (a) The rate of tax imposed under chapter 67.28 RCW;

17 (b) The total revenue received under chapter 67.28 RCW for each of  
18 the preceding six years;

19 (c) A list of projects and activities funded with revenue received  
20 under chapter 67.28 RCW; and

21 (d) The amount of revenue under chapter 67.28 RCW expended for each  
22 project and activity.

23 (2) The department of ((community)) trade(( )) and economic  
24 development shall summarize and analyze the data received under  
25 subsection (1) of this section in a report submitted to the legislature  
26 on January 1, 1999, and January 1, 2001. The report shall include, but  
27 not be limited to, analysis of factors contributing to growth in  
28 revenue received under chapter 67.28 RCW and the effects of projects  
29 and activities funded with revenue received under chapter 67.28 RCW on  
30 tourism growth.

31 **Sec. 548.** RCW 70.95H.007 and 1995 c 399 s 192 are each amended to  
32 read as follows:

33 There is created the clean Washington center within the department  
34 of ((community)) trade(( )) and economic development. As used in this  
35 chapter, "center" means the clean Washington center.

1       **Sec. 549.** RCW 70.95H.050 and 1995 c 399 s 194 are each amended to  
2 read as follows:

3       The center shall solicit financial contributions and support from  
4 manufacturing industries and other private sector sources, foundations,  
5 and grants from governmental sources to assist in conducting its  
6 activities. It may also use separately appropriated funds of the  
7 department of ((community)) trade(( )) and economic development for  
8 the center's activities.

9       **Sec. 550.** RCW 74.13.090 and 1995 c 399 s 204 are each amended to  
10 read as follows:

11       (1) There is established a child care coordinating committee to  
12 provide coordination and communication between state agencies  
13 responsible for child care and early childhood education services. The  
14 child care coordinating committee shall be composed of not less than  
15 seventeen nor more than thirty-three members who shall include:

16       (a) One representative each from the department of social and  
17 health services, the department of ((community)) trade(( )) and  
18 economic development, the office of the superintendent of public  
19 instruction, and any other agency having responsibility for regulation,  
20 provision, or funding of child care services in the state;

21       (b) One representative from the department of labor and industries;

22       (c) One representative from the department of revenue;

23       (d) One representative from the employment security department;

24       (e) One representative from the department of personnel;

25       (f) One representative from the department of health;

26       (g) At least one representative of family home child care providers  
27 and one representative of center care providers;

28       (h) At least one representative of early childhood development  
29 experts;

30       (i) At least one representative of school districts and teachers  
31 involved in the provision of child care and preschool programs;

32       (j) At least one parent education specialist;

33       (k) At least one representative of resource and referral programs;

34       (l) One pediatric or other health professional;

35       (m) At least one representative of college or university child care  
36 providers;

37       (n) At least one representative of a citizen group concerned with  
38 child care;

- 1 (o) At least one representative of a labor organization;
- 2 (p) At least one representative of a head start - early childhood  
3 education assistance program agency;
- 4 (q) At least one employer who provides child care assistance to  
5 employees;
- 6 (r) Parents of children receiving, or in need of, child care, half  
7 of whom shall be parents needing or receiving subsidized child care and  
8 half of whom shall be parents who are able to pay for child care.

9 The named state agencies shall select their representative to the  
10 child care coordinating committee. The department of social and health  
11 services shall select the remaining members, considering  
12 recommendations from lists submitted by professional associations and  
13 other interest groups until such time as the committee adopts a member  
14 selection process. The department shall use any federal funds which  
15 may become available to accomplish the purposes of RCW 74.13.085  
16 through 74.13.095.

17 The committee shall elect officers from among its membership and  
18 shall adopt policies and procedures specifying the lengths of terms,  
19 methods for filling vacancies, and other matters necessary to the  
20 ongoing functioning of the committee. The secretary of social and  
21 health services shall appoint a temporary chair until the committee has  
22 adopted policies and elected a chair accordingly. Child care  
23 coordinating committee members shall be reimbursed for travel expenses  
24 as provided in RCW 43.03.050 and 43.03.060.

25 (2) To the extent possible within available funds, the child care  
26 coordinating committee shall:

27 (a) Serve as an advisory coordinator for all state agencies  
28 responsible for early childhood or child care programs for the purpose  
29 of improving communication and interagency coordination;

30 (b) Annually review state programs and make recommendations to the  
31 agencies and the legislature which will maximize funding and promote  
32 furtherance of the policies set forth in RCW 74.13.085. Reports shall  
33 be provided to all appropriate committees of the legislature by  
34 December 1 of each year. At a minimum the committee shall:

35 (i) Review and propose changes to the child care subsidy system in  
36 its December 1989 report;

37 (ii) Review alternative models for child care service systems, in  
38 the context of the policies set forth in RCW 74.13.085, and recommend  
39 to the legislature a new child care service structure; and

1 (iii) Review options and make recommendations on the feasibility of  
2 establishing an allocation for day care facilities when constructing  
3 state buildings;

4 (c) Review department of social and health services administration  
5 of the child care expansion grant program described in RCW 74.13.095;

6 (d) Review rules regarding child care facilities and services for  
7 the purpose of identifying those which unnecessarily obstruct the  
8 availability and affordability of child care in the state;

9 (e) Advise and assist the office of child care policy in  
10 implementing his or her duties under RCW 74.13.0903;

11 (f) Perform other functions to improve the quantity and quality of  
12 child care in the state, including compliance with existing and future  
13 prerequisites for federal funding; and

14 (g) Advise and assist the department of personnel in its  
15 responsibility for establishing policies and procedures that provide  
16 for the development of quality child care programs for state employees.

17 **Sec. 551.** RCW 76.09.030 and 1999 sp.s. c 4 s 1001 are each amended  
18 to read as follows:

19 (1) There is hereby created the forest practices board of the state  
20 of Washington as an agency of state government consisting of members as  
21 follows:

22 (a) The commissioner of public lands or the commissioner's  
23 designee;

24 (b) The director of the department of ((community<sub>7</sub>)) trade((<sub>7</sub>)) and  
25 economic development or the director's designee;

26 (c) The director of the department of agriculture or the director's  
27 designee;

28 (d) The director of the department of ecology or the director's  
29 designee;

30 (e) The director of the department of fish and wildlife or the  
31 director's designee;

32 (f) An elected member of a county legislative authority appointed  
33 by the governor: PROVIDED, That such member's service on the board  
34 shall be conditioned on the member's continued service as an elected  
35 county official; and

36 (g) Six members of the general public appointed by the governor,  
37 one of whom shall be an owner of not more than five hundred acres of

1 forest land, and one of whom shall be an independent logging  
2 contractor.

3 (2) The director of the department of fish and wildlife's service  
4 on the board may be terminated two years after August 18, 1999, if the  
5 legislature finds that after two years the department has not made  
6 substantial progress toward integrating the laws, rules, and programs  
7 governing forest practices, chapter 76.09 RCW, and the laws, rules, and  
8 programs governing hydraulic projects, chapter ((75.20)) 77.55 RCW.  
9 Such a finding shall be based solely on whether the department of fish  
10 and wildlife makes substantial progress as defined in this subsection,  
11 and will not be based on other actions taken as a member of the board.  
12 Substantial progress shall include recommendations to the legislature  
13 for closer integration of the existing rule-making authorities of the  
14 board and the department of fish and wildlife, and closer integration  
15 of the forest practices and hydraulics permitting processes, including  
16 exploring the potential for a consolidated permitting process. These  
17 recommendations shall be designed to resolve problems currently  
18 associated with the existing dual regulatory and permitting processes.

19 (3) The members of the initial board appointed by the governor  
20 shall be appointed so that the term of one member shall expire December  
21 31, 1975, the term of one member shall expire December 31, 1976, the  
22 term of one member shall expire December 31, 1977, the terms of two  
23 members shall expire December 31, 1978, and the terms of two members  
24 shall expire December 31, 1979. Thereafter, each member shall be  
25 appointed for a term of four years. Vacancies on the board shall be  
26 filled in the same manner as the original appointments. Each member of  
27 the board shall continue in office until his or her successor is  
28 appointed and qualified. The commissioner of public lands or the  
29 commissioner's designee shall be the chairman of the board.

30 (4) The board shall meet at such times and places as shall be  
31 designated by the chairman or upon the written request of the majority  
32 of the board. The principal office of the board shall be at the state  
33 capital.

34 (5) Members of the board, except public employees and elected  
35 officials, shall be compensated in accordance with RCW 43.03.250. Each  
36 member shall be entitled to reimbursement for travel expenses incurred  
37 in the performance of their duties as provided in RCW 43.03.050 and  
38 43.03.060.

1 (6) The board may employ such clerical help and staff pursuant to  
2 chapter 41.06 RCW as is necessary to carry out its duties.

3 **Sec. 552.** RCW 76.56.020 and 1994 c 282 s 1 are each amended to  
4 read as follows:

5 The center shall:

6 (1) Coordinate the University of Washington's college of forest  
7 resources' faculty and staff expertise to assist in:

8 (a) The development of research and analysis for developing  
9 policies and strategies which will expand forest-based international  
10 trade, including a major focus on secondary manufacturing;

11 (b) The development of technology or commercialization support for  
12 manufactured products that will meet the evolving needs of  
13 international customers;

14 (c) The development of research and analysis on other factors  
15 critical to forest-based trade, including the quality and availability  
16 of raw wood resources; and

17 (d) The coordination, development, and dissemination of market and  
18 technical information relevant to international trade in forest  
19 products, including a major focus on secondary manufacturing;

20 (2) Further develop and maintain computer data bases on worldwide  
21 forest products production and trade in order to monitor and report on  
22 trends significant to the Northwest forest products industry and  
23 support the center's research functions; and coordinate this system  
24 with state, federal, and private sector efforts to insure a cost-  
25 effective information resource that will avoid unnecessary duplication;

26 (3) Monitor international forest products markets and assess the  
27 status of the state's forest products industry, including the  
28 competitiveness of small and medium-sized secondary manufacturing firms  
29 in the forest products industry, which for the purposes of this chapter  
30 shall be firms with annual revenues of twenty-five million or less, and  
31 including the increased exports of Washington-produced products of  
32 small and medium-sized secondary manufacturing firms;

33 (4) Provide high-quality research and graduate education and  
34 professional nondegree training in international trade in forest  
35 products in cooperation with the University of Washington's graduate  
36 school of business administration, the school of law, the Jackson  
37 school of international studies, the Northwest policy center of the

1 graduate school of public administration, and other supporting academic  
2 units;

3 (5) Develop cooperative linkages with the international marketing  
4 program for agricultural commodities and trade at Washington State  
5 University, the international trade project of the United States forest  
6 service, the department of natural resources, the department of  
7 ((community,)) trade((,)) and economic development, the small business  
8 export finance assistance center, and other state and federal agencies  
9 to avoid duplication of effort and programs;

10 (6) Cooperate with personnel from the state's community and  
11 technical colleges in their development of wood products manufacturing  
12 and wood technology curriculum and offer periodic workshops on wood  
13 products manufacturing, wood technology, and trade opportunities to  
14 community colleges and private educators and trainers;

15 (7) Provide for public dissemination of research, analysis, and  
16 results of the center's programs to all groups, including direct  
17 assistance groups, through technical workshops, short courses,  
18 international and national symposia, cooperation with private sector  
19 networks and marketing associations, or other means, including  
20 appropriate publications;

21 (8) Establish an executive policy board, including representatives  
22 of small and medium-sized businesses, with at least fifty percent of  
23 its business members representing small businesses with one hundred or  
24 fewer employees and medium-sized businesses with one hundred to five  
25 hundred employees. The executive policy board shall also include a  
26 representative of the community and technical colleges, representatives  
27 of state and federal agencies, and a representative of a wood products  
28 manufacturing network or trade association of small and medium-sized  
29 wood product manufacturers. The executive policy board shall provide  
30 advice on: Overall policy direction and program priorities, state and  
31 federal budget requests, securing additional research funds,  
32 identifying priority areas of focus for research efforts, selection of  
33 projects for research, and dissemination of results of research  
34 efforts; and

35 (9) Establish advisory or technical committees for each research  
36 program area, to advise on research program area priorities, consistent  
37 with the international trade opportunities achievable by the forest  
38 products sector of the state and region, to help ensure projects are  
39 relevant to industry needs, and to advise on and support effective

1 dissemination of research results. Each advisory or technical  
2 committee shall include representatives of forest products industries  
3 that might benefit from this research.

4 Service on the committees and the executive policy board  
5 established in subsections (8) and (9) of this section shall be without  
6 compensation but actual travel expenses incurred in connection with  
7 service to the center may be reimbursed from appropriated funds in  
8 accordance with RCW 43.03.050 and 43.03.060.

9 **Sec. 553.** RCW 77.12.710 and 1998 c 245 s 159 are each amended to  
10 read as follows:

11 The legislature hereby directs the department to determine the  
12 feasibility and cost of doubling the statewide game fish production by  
13 the year 2000. The department shall seek to equalize the effort and  
14 investment expended on anadromous and resident game fish programs. The  
15 department shall provide the legislature with a specific plan for  
16 legislative approval that will outline the feasibility of increasing  
17 game fish production by one hundred percent over current levels by the  
18 year 2000. The plan shall contain specific provisions to increase both  
19 hatchery and naturally spawning game fish to a level that will support  
20 the production goal established in this section consistent with  
21 department policies. Steelhead trout, searun cutthroat trout, resident  
22 trout, and warmwater fish producing areas of the state shall be  
23 included in the plan.

24 The plan shall include the following critical elements:

25 (1) Methods of determining current catch and production, and catch  
26 and production in the year 2000;

27 (2) Methods of involving fishing groups, including Indian tribes,  
28 in a cooperative manner;

29 (3) Methods for using low capital cost projects to produce game  
30 fish as inexpensively as possible;

31 (4) Methods for renovating and modernizing all existing hatcheries  
32 and rearing ponds to maximize production capability;

33 (5) Methods for increasing the productivity of natural spawning  
34 game fish;

35 (6) Application of new technology to increase hatchery and natural  
36 productivity;

37 (7) Analysis of the potential for private contractors to produce  
38 game fish for public fisheries;

1 (8) Methods to optimize public volunteer efforts and cooperative  
2 projects for maximum efficiency;

3 (9) Methods for development of trophy game fish fisheries;

4 (10) Elements of coordination with the Pacific Northwest Power  
5 Council programs to ensure maximum Columbia river benefits;

6 (11) The role that should be played by private consulting companies  
7 in developing and implementing the plan;

8 (12) Coordination with federal fish and wildlife agencies, Indian  
9 tribes, and department fish production programs;

10 (13) Future needs for game fish predator control measures;

11 (14) Development of disease control measures;

12 (15) Methods for obtaining access to waters currently not available  
13 to anglers; and

14 (16) Development of research programs to support game fish  
15 management and enhancement programs.

16 The department, in cooperation with the department of revenue,  
17 shall assess various funding mechanisms and make recommendations to the  
18 legislature in the plan. The department, in cooperation with the  
19 department of ((community,)) trade((,)) and economic development, shall  
20 prepare an analysis of the economic benefits to the state that will  
21 occur when the game fish production is increased by one hundred percent  
22 in the year 2000.

23 **Sec. 554.** RCW 79A.60.480 and 2000 c 11 s 109 are each amended to  
24 read as follows:

25 (1) The department of licensing shall issue a whitewater river  
26 outfitter's license to an applicant who submits a completed  
27 application, pays the required fee, and complies with the requirements  
28 of this section.

29 (2) An applicant for a whitewater river outfitter's license shall  
30 make application upon a form provided by the department of licensing.  
31 The form must be submitted annually and include the following  
32 information:

33 (a) The name, residence address, and residence telephone number,  
34 and the business name, address, and telephone number of the applicant;

35 (b) Certification that all employees, subcontractors, or  
36 independent contractors hired as guides meet training standards under  
37 RCW 79A.60.430 before carrying any passengers for hire;

1 (c) Proof that the applicant has liability insurance for a minimum  
2 of three hundred thousand dollars per claim for occurrences by the  
3 applicant and the applicant's employees that result in bodily injury or  
4 property damage. All guides must be covered by the applicant's  
5 insurance policy;

6 (d) Certification that the applicant will maintain the insurance  
7 for a period of not less than one year from the date of issuance of the  
8 license; and

9 (e) Certification by the applicant that for a period of not less  
10 than twenty-four months immediately preceding the application the  
11 applicant:

12 (i) Has not had a license, permit, or certificate to carry  
13 passengers for hire on a river revoked by another state or by an agency  
14 of the government of the United States due to a conviction for a  
15 violation of safety or insurance coverage requirements no more  
16 stringent than the requirements of this chapter; and

17 (ii) Has not been denied the right to apply for a license, permit,  
18 or certificate to carry passengers for hire on a river by another  
19 state.

20 (3) The department of licensing shall charge a fee for each  
21 application, to be set in accordance with RCW 43.24.086.

22 (4) Any person advertising or representing himself or herself as a  
23 whitewater river outfitter who is not currently licensed is guilty of  
24 a gross misdemeanor.

25 (5) The department of licensing shall submit annually a list of  
26 licensed persons and companies to the department of ((community,))  
27 trade((,)) and economic development, tourism promotion division.

28 (6) If an insurance company cancels or refuses to renew insurance  
29 for a licensee, the insurance company shall notify the department of  
30 licensing in writing of the termination of coverage and its effective  
31 date not less than thirty days before the effective date of  
32 termination.

33 (a) Upon receipt of an insurance company termination notice, the  
34 department of licensing shall send written notice to the licensee that  
35 on the effective date of termination the department of licensing will  
36 suspend the license unless proof of insurance as required by this  
37 section is filed with the department of licensing before the effective  
38 date of the termination.

1 (b) If an insurance company fails to give notice of coverage  
2 termination, this failure shall not have the effect of continuing the  
3 coverage.

4 (c) The department of licensing may suspend a license under this  
5 section if the licensee fails to maintain in full force and effect the  
6 insurance required by this section.

7 (7) The state of Washington shall be immune from any civil action  
8 arising from the issuance of a license under this section.

9 **Sec. 555.** RCW 81.80.450 and 1998 c 245 s 167 are each amended to  
10 read as follows:

11 (1) The department of (~~community,~~) trade(~~(,)~~) and economic  
12 development, in conjunction with the utilities and transportation  
13 commission and the department of ecology, shall evaluate the effect of  
14 exempting motor vehicles transporting recovered materials from rate  
15 regulation as provided under RCW 81.80.440. The evaluation shall, at  
16 a minimum, describe the effect of such exemption on:

17 (a) The cost and timeliness of transporting recovered materials  
18 within the state;

19 (b) The volume of recovered materials transported within the state;

20 (c) The number of safety violations and traffic accidents related  
21 to transporting recovered materials within the state; and

22 (d) The availability of service related to transporting recovered  
23 materials from rural areas of the state.

24 (2) The commission shall adopt rules requiring persons transporting  
25 recovered materials to submit information required under RCW 70.95.280.  
26 In adopting such rules, the commission shall include procedures to  
27 ensure the confidentiality of proprietary information.

28 **Sec. 556.** RCW 82.35.080 and 1999 c 358 s 15 are each amended to  
29 read as follows:

30 (1) Except as provided in subsection (2) of this section, the  
31 department shall revoke any certificate issued under this chapter if it  
32 finds that any of the following have occurred with respect to the  
33 certificate:

34 (a) The certificate was obtained by fraud or deliberate  
35 misrepresentation;

36 (b) The certificate was obtained through the use of inaccurate data  
37 but without any intention to commit fraud or misrepresentation;

1 (c) The facility was constructed or operated in violation of any  
2 provision of this chapter or provision imposed by the department as a  
3 condition of certification; or

4 (d) The cogeneration facility is no longer capable of being  
5 operated for the primary purpose of cogeneration.

6 (2) If the department finds that there are few inaccuracies under  
7 subsection (1)(b) of this section and that cumulatively they are  
8 insignificant in terms of the cost or operation of the facility or that  
9 the inaccurate data is not attributable to carelessness or negligence  
10 and its inclusion was reasonable under the circumstances, then the  
11 department may provide for the continuance of the certificate and  
12 whatever modification it considers in the public interest.

13 (3) Any person, firm, corporation, or organization that obtains a  
14 certificate revoked under this section shall be liable for the total  
15 amount of money saved by claiming the credits and exemptions provided  
16 under this chapter. The total amount of the credits shall be collected  
17 as delinquent business and occupation taxes, and the total of the  
18 exemptions shall be collected and distributed as delinquent property  
19 taxes. Interest shall accrue on the amounts of the credits and  
20 exemptions from the date the taxes were otherwise due.

21 (4) The department of ((community,)) trade((,)) and economic  
22 development shall provide technical assistance to the department in  
23 carrying out its responsibilities under this section.

## 24 PART V

### 25 REFERENCES TO DEPARTMENT OF COMMUNITY DEVELOPMENT 26 AND DEPARTMENT OF TRADE AND ECONOMIC DEVELOPMENT

27 NEW SECTION. **Sec. 601.** The department of community development  
28 and the department of trade and economic development shall continue to  
29 strengthen their existing working relationships. The existing  
30 partnerships are especially notable in rural economic development, and  
31 in infrastructure financing but there should be no limitation placed  
32 on, or barriers raised to continuing efforts to find new areas of  
33 collaboration. To increase the efficiency of service delivery by both  
34 departments, new ways of collaborating in the delivery of services  
35 should not be limited only to the two departments but should be sought  
36 and implemented with other departments of state government and with  
37 local and federal governments.

1       **Sec. 602.** RCW 41.06.070 and 1998 c 245 s 40 are each amended to  
2 read as follows:

3       (1) The provisions of this chapter do not apply to:

4       (a) The members of the legislature or to any employee of, or  
5 position in, the legislative branch of the state government including  
6 members, officers, and employees of the legislative council, joint  
7 legislative audit and review committee, statute law committee, and any  
8 interim committee of the legislature;

9       (b) The justices of the supreme court, judges of the court of  
10 appeals, judges of the superior courts or of the inferior courts, or to  
11 any employee of, or position in the judicial branch of state  
12 government;

13       (c) Officers, academic personnel, and employees of technical  
14 colleges;

15       (d) The officers of the Washington state patrol;

16       (e) Elective officers of the state;

17       (f) The chief executive officer of each agency;

18       (g) In the departments of employment security and social and health  
19 services, the director and the director's confidential secretary; in  
20 all other departments, the executive head of which is an individual  
21 appointed by the governor, the director, his or her confidential  
22 secretary, and his or her statutory assistant directors;

23       (h) In the case of a multimember board, commission, or committee,  
24 whether the members thereof are elected, appointed by the governor or  
25 other authority, serve ex officio, or are otherwise chosen:

26       (i) All members of such boards, commissions, or committees;

27       (ii) If the members of the board, commission, or committee serve on  
28 a part-time basis and there is a statutory executive officer: The  
29 secretary of the board, commission, or committee; the chief executive  
30 officer of the board, commission, or committee; and the confidential  
31 secretary of the chief executive officer of the board, commission, or  
32 committee;

33       (iii) If the members of the board, commission, or committee serve  
34 on a full-time basis: The chief executive officer or administrative  
35 officer as designated by the board, commission, or committee; and a  
36 confidential secretary to the chair of the board, commission, or  
37 committee;

1 (iv) If all members of the board, commission, or committee serve ex  
2 officio: The chief executive officer; and the confidential secretary  
3 of such chief executive officer;

4 (i) The confidential secretaries and administrative assistants in  
5 the immediate offices of the elective officers of the state;

6 (j) Assistant attorneys general;

7 (k) Commissioned and enlisted personnel in the military service of  
8 the state;

9 (l) Inmate, student, part-time, or temporary employees, and part-  
10 time professional consultants, as defined by the Washington personnel  
11 resources board;

12 (m) The public printer or to any employees of or positions in the  
13 state printing plant;

14 (n) Officers and employees of the Washington state fruit  
15 commission;

16 (o) Officers and employees of the Washington state apple  
17 advertising commission;

18 (p) Officers and employees of the Washington state dairy products  
19 commission;

20 (q) Officers and employees of the Washington tree fruit research  
21 commission;

22 (r) Officers and employees of the Washington state beef commission;

23 (s) Officers and employees of any commission formed under chapter  
24 15.66 RCW;

25 ~~(t) ((Officers and employees of the state wheat commission formed  
26 under chapter 15.63 RCW;~~

27 ~~(u))~~ Officers and employees of agricultural commissions formed  
28 under chapter 15.65 RCW;

29 ~~((v))~~ (u) Officers and employees of the nonprofit corporation  
30 formed under chapter 67.40 RCW;

31 ~~((w))~~ (v) Executive assistants for personnel administration and  
32 labor relations in all state agencies employing such executive  
33 assistants including but not limited to all departments, offices,  
34 commissions, committees, boards, or other bodies subject to the  
35 provisions of this chapter and this subsection shall prevail over any  
36 provision of law inconsistent herewith unless specific exception is  
37 made in such law;

38 ~~((x))~~ (w) In each agency with fifty or more employees: Deputy  
39 agency heads, assistant directors or division directors, and not more

1 than three principal policy assistants who report directly to the  
2 agency head or deputy agency heads;

3 ~~((y))~~ (x) All employees of the marine employees' commission;

4 ~~((z) Up to a total of five senior staff positions of the western  
5 library network under chapter 27.26 RCW responsible for formulating  
6 policy or for directing program management of a major administrative  
7 unit. This subsection (1)(z) shall expire on June 30, 1997;~~

8 ~~(aa))~~ (y) Staff employed by the departments of community ~~(, trade,  
9 and economic)~~ development and trade and economic development to  
10 administer energy policy functions and manage energy site evaluation  
11 council activities under RCW 43.21F.045(2)(m);

12 ~~((bb))~~ (z) Staff employed by Washington State University to  
13 administer energy education, applied research, and technology transfer  
14 programs under RCW 43.21F.045 as provided in RCW 28B.30.900(5).

15 (2) The following classifications, positions, and employees of  
16 institutions of higher education and related boards are hereby exempted  
17 from coverage of this chapter:

18 (a) Members of the governing board of each institution of higher  
19 education and related boards, all presidents, vice-presidents, and  
20 their confidential secretaries, administrative, and personal  
21 assistants; deans, directors, and chairs; academic personnel; and  
22 executive heads of major administrative or academic divisions employed  
23 by institutions of higher education; principal assistants to executive  
24 heads of major administrative or academic divisions; other managerial  
25 or professional employees in an institution or related board having  
26 substantial responsibility for directing or controlling program  
27 operations and accountable for allocation of resources and program  
28 results, or for the formulation of institutional policy, or for  
29 carrying out personnel administration or labor relations functions,  
30 legislative relations, public information, development, senior computer  
31 systems and network programming, or internal audits and investigations;  
32 and any employee of a community college district whose place of work is  
33 one which is physically located outside the state of Washington and who  
34 is employed pursuant to RCW 28B.50.092 and assigned to an educational  
35 program operating outside of the state of Washington;

36 (b) Student, part-time, or temporary employees, and part-time  
37 professional consultants, as defined by the Washington personnel  
38 resources board, employed by institutions of higher education and  
39 related boards;

1 (c) The governing board of each institution, and related boards,  
2 may also exempt from this chapter classifications involving research  
3 activities, counseling of students, extension or continuing education  
4 activities, graphic arts or publications activities requiring  
5 prescribed academic preparation or special training as determined by  
6 the board: PROVIDED, That no nonacademic employee engaged in office,  
7 clerical, maintenance, or food and trade services may be exempted by  
8 the board under this provision;

9 (d) Printing craft employees in the department of printing at the  
10 University of Washington.

11 (3) In addition to the exemptions specifically provided by this  
12 chapter, the Washington personnel resources board may provide for  
13 further exemptions pursuant to the following procedures. The governor  
14 or other appropriate elected official may submit requests for exemption  
15 to the Washington personnel resources board stating the reasons for  
16 requesting such exemptions. The Washington personnel resources board  
17 shall hold a public hearing, after proper notice, on requests submitted  
18 pursuant to this subsection. If the board determines that the position  
19 for which exemption is requested is one involving substantial  
20 responsibility for the formulation of basic agency or executive policy  
21 or one involving directing and controlling program operations of an  
22 agency or a major administrative division thereof, the Washington  
23 personnel resources board shall grant the request and such  
24 determination shall be final as to any decision made before July 1,  
25 1993. The total number of additional exemptions permitted under this  
26 subsection shall not exceed one percent of the number of employees in  
27 the classified service not including employees of institutions of  
28 higher education and related boards for those agencies not directly  
29 under the authority of any elected public official other than the  
30 governor, and shall not exceed a total of twenty-five for all agencies  
31 under the authority of elected public officials other than the  
32 governor.

33 The salary and fringe benefits of all positions presently or  
34 hereafter exempted except for the chief executive officer of each  
35 agency, full-time members of boards and commissions, administrative  
36 assistants and confidential secretaries in the immediate office of an  
37 elected state official, and the personnel listed in subsections (1)(j)  
38 through ~~((v), (y), (z), )~~ (u) and (x) and (2) of this section, shall  
39 be determined by the Washington personnel resources board. However,

1 beginning with changes proposed for the 1997-99 fiscal biennium,  
2 changes to the classification plan affecting exempt salaries must meet  
3 the same provisions for classified salary increases resulting from  
4 adjustments to the classification plan as outlined in RCW 41.06.152.

5 Any person holding a classified position subject to the provisions  
6 of this chapter shall, when and if such position is subsequently  
7 exempted from the application of this chapter, be afforded the  
8 following rights: If such person previously held permanent status in  
9 another classified position, such person shall have a right of  
10 reversion to the highest class of position previously held, or to a  
11 position of similar nature and salary.

12 Any classified employee having civil service status in a classified  
13 position who accepts an appointment in an exempt position shall have  
14 the right of reversion to the highest class of position previously  
15 held, or to a position of similar nature and salary.

16 A person occupying an exempt position who is terminated from the  
17 position for gross misconduct or malfeasance does not have the right of  
18 reversion to a classified position as provided for in this section.

19 **Sec. 603.** RCW 43.06.115 and 1998 c 245 s 47 are each amended to  
20 read as follows:

21 (1) The governor may, by executive order, after consultation with  
22 or notification of the executive-legislative committee on economic  
23 development created by chapter . . . (Senate Bill No. 5300), Laws of  
24 1993, declare a community to be a "military impacted area." A  
25 "military impacted area" means a community or communities, as  
26 identified in the executive order, that experience serious social and  
27 economic hardships because of a change in defense spending by the  
28 federal government in that community or communities.

29 (2) If the governor executes an order under subsection (1) of this  
30 section, the governor shall establish a response team to coordinate  
31 state efforts to assist the military impacted community. The response  
32 team may include, but not be limited to, one member from each of the  
33 following agencies: (a) The department of community(~~(, trade, and~~  
34 ~~economic)) development; (b) the department of trade and economic  
35 development; (c) the department of social and health services; (~~((e))~~)  
36 (d) the employment security department; (~~((d))~~) (e) the state board for  
37 community and technical colleges; (~~((e))~~) (f) the higher education  
38 coordinating board; and (~~((f))~~) (g) the department of transportation.~~

1 The governor may appoint a response team coordinator. The governor  
2 shall seek to actively involve the impacted community or communities in  
3 planning and implementing a response to the crisis. The governor may  
4 seek input or assistance from the community diversification advisory  
5 committee, and the governor may establish task forces in the community  
6 or communities to assist in the coordination and delivery of services  
7 to the local community. The state and community response shall  
8 consider economic development, human service, and training needs of the  
9 community or communities impacted.

10 **Sec. 604.** RCW 43.17.010 and 1993 sp.s. c 2 s 16, 1993 c 472 s 17,  
11 and 1993 c 280 s 18 are each reenacted and amended to read as follows:

12 There shall be departments of the state government which shall be  
13 known as (1) the department of social and health services, (2) the  
14 department of ecology, (3) the department of labor and industries, (4)  
15 the department of agriculture, (5) the department of fish and wildlife,  
16 (6) the department of transportation, (7) the department of licensing,  
17 (8) the department of general administration, (9) the department of  
18 community(~~(, trade, and economic)~~) development, (10) the department of  
19 veterans affairs, (11) the department of revenue, (12) the department  
20 of retirement systems, (13) the department of corrections, ((and)) (14)  
21 the department of health, ((and)) (15) the department of financial  
22 institutions, and (16) the department of trade and economic  
23 development, which shall be charged with the execution, enforcement,  
24 and administration of such laws, and invested with such powers and  
25 required to perform such duties, as the legislature may provide.

26 **Sec. 605.** RCW 43.17.020 and 1995 1st sp.s. c 2 s 2 are each  
27 amended to read as follows:

28 There shall be a chief executive officer of each department to be  
29 known as: (1) The secretary of social and health services, (2) the  
30 director of ecology, (3) the director of labor and industries, (4) the  
31 director of agriculture, (5) the director of fish and wildlife, (6) the  
32 secretary of transportation, (7) the director of licensing, (8) the  
33 director of general administration, (9) the director of community(~~(, trade, and economic)~~)  
34 ~~trade, and economic~~) development, (10) the director of veterans  
35 affairs, (11) the director of revenue, (12) the director of retirement  
36 systems, (13) the secretary of corrections, ((and)) (14) the secretary

1 of health, (~~and~~) (15) the director of financial institutions, and  
2 (16) the director of trade and economic development.

3 Such officers, except the secretary of transportation and the  
4 director of fish and wildlife, shall be appointed by the governor, with  
5 the consent of the senate, and hold office at the pleasure of the  
6 governor. The secretary of transportation shall be appointed by the  
7 transportation commission as prescribed by RCW 47.01.041. The director  
8 of fish and wildlife shall be appointed by the fish and wildlife  
9 commission as prescribed by RCW 77.04.055.

10 **Sec. 606.** RCW 19.02.050 and 1997 c 391 s 11 are each amended to  
11 read as follows:

12 The legislature hereby directs the full participation by the  
13 following agencies in the implementation of this chapter:

- 14 (1) Department of agriculture;
- 15 (2) Secretary of state;
- 16 (3) Department of social and health services;
- 17 (4) Department of revenue;
- 18 (5) Department of fish and wildlife;
- 19 (6) Department of employment security;
- 20 (7) Department of labor and industries;
- 21 (8) Department of (~~community,~~) trade(~~(,)~~) and economic  
22 development;
- 23 (9) Department of community development;
- 24 ~~(10)~~ Liquor control board;
- 25 (~~(10)~~) (11) Department of health;
- 26 (~~(11)~~) (12) Department of licensing;
- 27 (~~(12)~~) (13) Parks and recreation commission;
- 28 (~~(13)~~) (14) Utilities and transportation commission; and
- 29 (~~(14)~~) (15) Other agencies as determined by the governor.

30 **Sec. 607.** RCW 43.21J.030 and 1998 c 245 s 60 are each amended to  
31 read as follows:

32 (1) There is created the environmental enhancement and job creation  
33 task force within the office of the governor. The purpose of the task  
34 force is to provide a coordinated and comprehensive approach to  
35 implementation of chapter 516, Laws of 1993. The task force shall  
36 consist of the commissioner of public lands, the director of the  
37 department of fish and wildlife, the director of the department of

1 ecology, the director of the parks and recreation commission, the  
2 timber team coordinator, the executive director of the work force  
3 training and education coordinating board, and the executive director  
4 of the Puget Sound (~~(water quality authority)~~) action team, or their  
5 designees. The task force may seek the advice of the following  
6 agencies and organizations: The department of community(~~(, trade, and~~  
7 ~~economic)) development, the department of trade and economic  
8 development, the conservation commission, the employment security  
9 department, the interagency committee for outdoor recreation,  
10 appropriate federal agencies, appropriate special districts, the  
11 Washington state association of counties, the association of Washington  
12 cities, labor organizations, business organizations, timber-dependent  
13 communities, environmental organizations, and Indian tribes. The  
14 governor shall appoint the task force chair. Members of the task force  
15 shall serve without additional pay. Participation in the work of the  
16 committee by agency members shall be considered in performance of their  
17 employment. The governor shall designate staff and administrative  
18 support to the task force and shall solicit the participation of agency  
19 personnel to assist the task force.~~

20 (2) The task force shall have the following responsibilities:

21 (a) Soliciting and evaluating, in accordance with the criteria set  
22 forth in RCW 43.21J.040, requests for funds from the environmental and  
23 forest restoration account and making distributions from the account.  
24 The task force shall award funds for projects and training programs it  
25 approves and may allocate the funds to state agencies for disbursement  
26 and contract administration;

27 (b) Coordinating a process to assist state agencies and local  
28 governments to implement effective environmental and forest restoration  
29 projects funded under this chapter;

30 (c) Considering unemployment profile data provided by the  
31 employment security department.

32 (3) Beginning July 1, 1994, the task force shall have the following  
33 responsibilities:

34 (a) To solicit and evaluate proposals from state and local  
35 agencies, private nonprofit organizations, and tribes for environmental  
36 and forest restoration projects;

37 (b) To rank the proposals based on criteria developed by the task  
38 force in accordance with RCW 43.21J.040; and

1 (c) To determine funding allocations for projects to be funded from  
2 the account created in RCW 43.21J.020 and for projects or programs as  
3 designated in the omnibus operating and capital appropriations acts.

4 **Sec. 608.** RCW 43.157.010 and 1997 c 369 s 2 are each amended to  
5 read as follows:

6 (1) For purposes of this chapter and RCW 28A.525.166, 28B.80.330,  
7 28C.18.080, 43.21A.350, 47.06.030, and 90.58.100 and (~~{an}~~) an  
8 industrial project of statewide significance is a border crossing  
9 project that involves both private and public investments carried out  
10 in conjunction with adjacent states or provinces or a private  
11 industrial development with private capital investment in manufacturing  
12 or research and development. To qualify as an industrial project of  
13 statewide significance, the project must be completed after January 1,  
14 1997, and have:

15 (a) In counties with a population of less than or equal to twenty  
16 thousand, a capital investment of twenty million dollars;

17 (b) In counties with a population of greater than twenty thousand  
18 but no more than fifty thousand, a capital investment of fifty million  
19 dollars;

20 (c) In counties with a population of greater than fifty thousand  
21 but no more than one hundred thousand, a capital investment of one  
22 hundred million dollars;

23 (d) In counties with a population of greater than one hundred  
24 thousand but no more than two hundred thousand, a capital investment of  
25 two hundred million dollars;

26 (e) In counties with a population of greater than two hundred  
27 thousand but no more than four hundred thousand, a capital investment  
28 of four hundred million dollars;

29 (f) In counties with a population of greater than four hundred  
30 thousand but no more than one million, a capital investment of six  
31 hundred million dollars;

32 (g) In counties with a population of greater than one million, a  
33 capital investment of one billion dollars; or

34 (h) Been designated by the director of community(~~(, trade, and~~  
35 ~~economic))~~ development or the director of trade and economic  
36 development as an industrial project of statewide significance either:

37 (i) Because the county in which the project is to be located is a  
38 distressed county and the economic circumstances of the county merit

1 the additional assistance such designation will bring; or (ii) because  
2 the impact on a region due to the size and complexity of the project  
3 merits such designation.

4 (2) The term manufacturing shall have the meaning assigned it in  
5 RCW 82.61.010.

6 (3) The term research and development shall have the meaning  
7 assigned it in RCW 82.61.010.

8 **Sec. 609.** RCW 43.157.030 and 1997 c 369 s 4 are each amended to  
9 read as follows:

10 The department of community(~~(, trade, and economic)~~) development  
11 and the department of trade and economic development shall assign an  
12 ombudsman to each industrial project of statewide significance. The  
13 (~~ombudsman~~) ombudsmen shall be responsible for assembling a team of  
14 state and local government and private officials to help meet the  
15 planning and development needs of each project. The (~~ombudsman~~)  
16 ombudsmen shall strive to include in the teams those responsible for  
17 planning, permitting and licensing, infrastructure development, work  
18 force development services including higher education, transportation  
19 services, and the provision of utilities. The (~~ombudsman~~) ombudsmen  
20 shall encourage each team member to expedite their actions in  
21 furtherance of the project.

22 **Sec. 610.** RCW 43.160.030 and 1996 c 51 s 3 are each amended to  
23 read as follows:

24 (1) The community economic revitalization board is hereby created  
25 to exercise the powers granted under this chapter.

26 (2) The board shall consist of the chairman of and one minority  
27 member appointed by the speaker of the house of representatives from  
28 the committee of the house of representatives that deals with issues of  
29 economic development, the chairman of and one minority member appointed  
30 by the president of the senate from the committee of the senate that  
31 deals with issues of economic development, and the following members  
32 appointed by the governor: A recognized private or public sector  
33 economist; one port district official; one county official; one city  
34 official; one representative of the public; one representative of small  
35 businesses each from: (a) The area west of Puget Sound, (b) the area  
36 east of Puget Sound and west of the Cascade range, (c) the area east of  
37 the Cascade range and west of the Columbia river, and (d) the area east

1 of the Columbia river; one executive from large businesses each from  
2 the area west of the Cascades and the area east of the Cascades. The  
3 appointive members shall initially be appointed to terms as follows:  
4 Three members for one-year terms, three members for two-year terms, and  
5 three members for three-year terms which shall include the chair.  
6 Thereafter each succeeding term shall be for three years. The chair of  
7 the board shall be selected by the governor. The members of the board  
8 shall elect one of their members to serve as vice-chair. The director  
9 of community(~~(, trade, and economic)~~) development, the director of  
10 trade and economic development, the director of revenue, the  
11 commissioner of employment security, and the secretary of  
12 transportation shall serve as nonvoting advisory members of the board.

13 (3) Management services, including fiscal and contract services,  
14 shall be provided by the department to assist the board in implementing  
15 this chapter and the allocation of private activity bonds.

16 (4) Members of the board shall be reimbursed for travel expenses as  
17 provided in RCW 43.03.050 and 43.03.060.

18 (5) If a vacancy occurs by death, resignation, or otherwise of  
19 appointive members of the board, the governor shall fill the same for  
20 the unexpired term. Members of the board may be removed for  
21 malfeasance or misfeasance in office, upon specific written charges by  
22 the governor, under chapter 34.05 RCW.

23 (6) A member appointed by the governor may not be absent from more  
24 than fifty percent of the regularly scheduled meetings in any one  
25 calendar year. Any member who exceeds this absence limitation is  
26 deemed to have withdrawn from the office and may be replaced by the  
27 governor.

28 **Sec. 611.** RCW 43.163.060 and 1995 c 399 s 90 are each amended to  
29 read as follows:

30 (1) The authority is authorized to participate fully in federal and  
31 other governmental economic development finance programs and to take  
32 such actions as are necessary and consistent with this chapter to  
33 secure to itself and the people of the state the benefits of those  
34 programs and to meet their requirements.

35 (2) The authority shall coordinate its programs with those  
36 contributing to a common purpose found elsewhere in the departments of  
37 community(~~(, trade, and economic)~~) development, trade and economic  
38 development, agriculture or employment security, or any other

1 department or organization of, or affiliated with, the state or federal  
2 government, and shall avoid any duplication of such activities or  
3 programs provided elsewhere. The departments of community(~~(, trade,~~  
4 ~~and economic)~~) development, trade and economic development,  
5 agriculture, employment security and other relevant state agencies  
6 shall provide to the authority all reports prepared in the course of  
7 their ongoing activities which may assist in the identification of  
8 unmet capital financing needs by small-sized and medium-sized  
9 businesses in the state.

10 **Sec. 612.** RCW 47.39.090 and 1995 c 399 s 123 are each amended to  
11 read as follows:

12 In developing the scenic and recreational highways program, the  
13 department shall consult with the department of community(~~(, trade, and~~  
14 ~~economic)~~) development, the department of trade and economic  
15 development, the department of natural resources, the parks and  
16 recreation commission, affected cities, towns, and counties, regional  
17 transportation planning organizations, statewide bicycling  
18 organizations, and other interested parties. The scenic and  
19 recreational highways program may identify entire highway loops or  
20 similar tourist routes that could be developed to promote tourist  
21 activity and provide concurrent economic growth while protecting the  
22 scenic and recreational quality surrounding state highways.

23 **Sec. 613.** RCW 47.76.230 and 1995 c 380 s 4 are each amended to  
24 read as follows:

25 (1) The department of transportation shall continue its  
26 responsibility for the development and implementation of the state rail  
27 plan and programs, and the utilities and transportation commission  
28 shall continue its responsibility for intrastate rates, service, and  
29 safety issues.

30 (2) The department of transportation shall maintain an enhanced  
31 data file on the rail system. Proprietary annual station traffic data  
32 from each railroad and the modal use of major shippers shall be  
33 obtained to the extent that such information is available.

34 (3) The department of transportation shall provide technical  
35 assistance, upon request, to state agencies and local interests.  
36 Technical assistance includes, but is not limited to, the following:

1 (a) Rail project cost-benefit analyses conducted in accordance with  
2 methodologies recommended by the Federal Railroad Administration;

3 (b) Assistance in the formation of county rail districts and port  
4 districts; and

5 (c) Feasibility studies for rail service continuation and/or rail  
6 service assistance.

7 (4) With funding authorized by the legislature, the department of  
8 transportation, in collaboration with the department of community(~~(~~  
9 ~~trade, and economic~~) development, the department of trade and economic  
10 development, and local economic development agencies, and other  
11 interested public and private organizations, shall develop a  
12 cooperative process to conduct community and business information  
13 programs and to regularly disseminate information on rail matters.

14 **Sec. 614.** RCW 50.38.030 and 1995 c 399 s 142 are each amended to  
15 read as follows:

16 The employment security department shall consult with the following  
17 agencies prior to the issuance of the state occupational forecast:

18 (1) Office of financial management;

19 (2) Department of community(~~(~~~~trade, and economic~~) development;

20 (3) Department of labor and industries;

21 (4) State board for community and technical colleges;

22 (5) Superintendent of public instruction;

23 (6) Department of social and health services;

24 (7) Department of trade and economic development;

25 (8) Work force training and education coordinating board; and

26 ~~((+8))~~ (9) Other state and local agencies as deemed appropriate by  
27 the commissioner of the employment security department.

28 These agencies shall cooperate with the employment security  
29 department, submitting information relevant to the generation of  
30 occupational forecasts.

31 **Sec. 615.** RCW 80.50.030 and 1996 c 186 s 108 are each amended to  
32 read as follows:

33 (1) There is created and established the energy facility site  
34 evaluation council.

35 (2)(a) The chairman of the council shall be appointed by the  
36 governor with the advice and consent of the senate, shall have a vote  
37 on matters before the council, shall serve for a term coextensive with

1 the term of the governor, and is removable for cause. The chairman may  
2 designate a member of the council to serve as acting chairman in the  
3 event of the chairman's absence. The chairman is a "state employee"  
4 for the purposes of chapter 42.52 RCW. As applicable, when attending  
5 meetings of the council, members may receive reimbursement for travel  
6 expenses in accordance with RCW 43.03.050 and 43.03.060, and are  
7 eligible for compensation under RCW 43.03.250.

8 (b) The chairman or a designee shall execute all official  
9 documents, contracts, and other materials on behalf of the council.  
10 The (~~Washington state~~) department of community(~~, trade, and~~  
11 ~~economic~~) development shall provide all administrative and staff  
12 support for the council. The director of the department of  
13 community(~~, trade, and economic~~) development has supervisory  
14 authority over the staff of the council and shall employ such personnel  
15 as are necessary to implement this chapter. Not more than three such  
16 employees may be exempt from chapter 41.06 RCW.

17 (3) The council shall consist of the directors, administrators, or  
18 their designees, of the following departments, agencies, commissions,  
19 and committees or their statutory successors:

- 20 (a) Department of ecology;
- 21 (b) Department of fish and wildlife;
- 22 (c) Department of health;
- 23 (d) Military department;
- 24 (e) Department of community(~~, trade, and economic~~) development;
- 25 (f) Utilities and transportation commission;
- 26 (g) Department of natural resources;
- 27 (h) Department of agriculture;
- 28 (i) Department of trade and economic development; and
- 29 (j) Department of transportation.

30 (4) The appropriate county legislative authority of every county  
31 wherein an application for a proposed site is filed shall appoint a  
32 member or designee as a voting member to the council. The member or  
33 designee so appointed shall sit with the council only at such times as  
34 the council considers the proposed site for the county which he or she  
35 represents, and such member or designee shall serve until there has  
36 been a final acceptance or rejection of the proposed site.

37 (5) The city legislative authority of every city within whose  
38 corporate limits an energy plant is proposed to be located shall  
39 appoint a member or designee as a voting member to the council. The

1 member or designee so appointed shall sit with the council only at such  
2 times as the council considers the proposed site for the city which he  
3 or she represents, and such member or designee shall serve until there  
4 has been a final acceptance or rejection of the proposed site.

5 (6) For any port district wherein an application for a proposed  
6 port facility is filed subject to this chapter, the port district shall  
7 appoint a member or designee as a nonvoting member to the council. The  
8 member or designee so appointed shall sit with the council only at such  
9 times as the council considers the proposed site for the port district  
10 which he or she represents, and such member or designee shall serve  
11 until there has been a final acceptance or rejection of the proposed  
12 site. The provisions of this subsection shall not apply if the port  
13 district is the applicant, either singly or in partnership or  
14 association with any other person.

15 **PART VI**

16 **MISCELLANEOUS REFERENCES**

17 **Sec. 701.** RCW 46.16.340 and 1995 c 391 s 8 are each amended to  
18 read as follows:

19 The director, from time to time, shall furnish the state military  
20 department, (~~the department of community, trade, and economic~~  
21 ~~development,~~) the Washington state patrol, and all county sheriffs a  
22 list of the names, addresses, and license plate or radio station call  
23 letters of each person possessing the special amateur radio station  
24 license plates so that the facilities of such radio stations may be  
25 utilized to the fullest extent in the work of these governmental  
26 agencies.

27 **Sec. 702.** RCW 43.220.070 and 1999 c 280 s 5 are each amended to  
28 read as follows:

29 (1) Conservation corps members shall be unemployed residents of the  
30 state between eighteen and twenty-five years of age at the time of  
31 enrollment who are citizens or lawful permanent residents of the United  
32 States. The age requirements may be waived for corps leaders and  
33 specialists with special leadership or occupational skills; such  
34 members shall be given special responsibility for providing leadership,  
35 character development, and sense of community responsibility to the  
36 corps members, groups, and work crews to which they are assigned. The

1 upper age requirement may be waived for residents who have a sensory or  
2 mental handicap. Special effort shall be made to recruit minority and  
3 disadvantaged youth who meet selection criteria of the conservation  
4 corps. Preference shall be given to youths residing in areas, both  
5 urban and rural, in which there exists substantial unemployment  
6 exceeding the state average unemployment rate.

7 (2) The legislature finds that people with developmental  
8 disabilities would benefit from experiencing a meaningful work  
9 experience, and learning the value of labor and of membership in a  
10 productive society.

11 The legislature urges state agencies that are participating in the  
12 Washington conservation corps program to consider for enrollment in the  
13 program people who have developmental disabilities, as defined in RCW  
14 71A.10.020.

15 If an agency chooses to enroll people with developmental  
16 disabilities in its Washington conservation corps program, the agency  
17 may apply to the United States department of labor, employment  
18 standards administration for a special subminimum wage certificate in  
19 order to be allowed to pay enrollees with developmental disabilities  
20 according to their individual levels of productivity.

21 (3) Corps members shall not be considered state employees. Other  
22 provisions of law relating to civil service, hours of work, rate of  
23 compensation, sick leave, unemployment compensation, state retirement  
24 plans, and vacation leave do not apply to the Washington conservation  
25 corps except for the crew supervisors, who shall be project employees,  
26 and the administrative and supervisory personnel.

27 (4) Enrollment shall be for a period of six months which may be  
28 extended for additional six-month periods by mutual agreement of the  
29 corps and the corps member, not to exceed two years. Corps members  
30 shall be reimbursed at the minimum wage rate established by state or  
31 federal law, whichever is higher, which may be increased by up to five  
32 percent for each additional six-month period worked: PROVIDED, That if  
33 agencies elect to run a residential program, the appropriate costs for  
34 room and board shall be deducted from the corps member's paycheck as  
35 provided in chapter 43.220 RCW.

36 (5) Corps members are to be available at all times for emergency  
37 response services coordinated through the military department ((of  
38 ~~community, trade, and economic development~~)) or other public agency.

1 Duties may include sandbagging and flood cleanup, search and rescue,  
2 and other functions in response to emergencies.

3 **Sec. 703.** RCW 90.56.280 and 1995 c 399 s 218 are each amended to  
4 read as follows:

5 It shall be the duty of any person discharging oil or hazardous  
6 substances or otherwise causing, permitting, or allowing the same to  
7 enter the waters of the state, unless the discharge or entry was  
8 expressly authorized by the department prior thereto or authorized by  
9 operation of law under RCW 90.48.200, to immediately notify the coast  
10 guard and the division of emergency management. The notice to the  
11 division of emergency management within the military department (~~of~~  
12 ~~community, trade, and economic development~~) shall be made to the  
13 division's twenty-four hour statewide toll-free number established for  
14 reporting emergencies.

## 15 **PART VII**

### 16 **DECODIFIED AND REPEALED SECTIONS**

17 NEW SECTION. **Sec. 801.** The following sections are each  
18 decodified:

19 (1) RCW 35.22.660 (Child care facilities--Review of need and  
20 demand--Adoption of ordinances);

21 (2) RCW 35.22.680 (Residential care facilities--Review of need and  
22 demand--Adoption of ordinances);

23 (3) RCW 35A.63.149 (Residential care facilities--Review of need and  
24 demand--Adoption of ordinances);

25 (4) RCW 35A.63.210 (Child care facilities--Review of need and  
26 demand--Adoption of ordinances);

27 (5) RCW 36.32.520 (Child care facilities--Review of need and  
28 demand--Adoption of ordinances);

29 (6) RCW 36.32.560 (Home rule charter counties--Residential care  
30 facilities--Review of need and demand--Adoption of ordinances);

31 (7) RCW 36.70.675 (Child care facilities--Review of need and  
32 demand--Adoption of ordinances);

33 (8) RCW 36.70.755 (Residential care facilities--Review of need and  
34 demand--Adoption of ordinances);

35 (9) RCW 70.95H.005 (Finding);

36 (10) RCW 70.95H.010 (Purpose--Market development defined);

1 (11) RCW 70.95H.030 (Duties and responsibilities);  
2 (12) RCW 70.95H.040 (Authority);  
3 (13) RCW 70.95H.900 (Termination); and  
4 (14) RCW 70.95H.901 (Captions not law).

5 NEW SECTION. **Sec. 802.** RCW 43.31.409 (Investment opportunities  
6 office--Created) and 1993 c 280 s 42 & 1989 c 312 s 3 are each  
7 repealed.

8 **PART VIII**  
9 **MISCELLANEOUS**

10 NEW SECTION. **Sec. 901.** Part headings used in this act are not any  
11 part of the law.

12 NEW SECTION. **Sec. 902.** Sections 201 through 205 and 219 through  
13 222 of this act are each added to chapter 43.31 RCW.

14 NEW SECTION. **Sec. 903.** If specific funding for the purposes of  
15 this act, referencing this act by bill or chapter number, is not  
16 provided by June 30, 2001, in the omnibus appropriations act, this act  
17 is null and void.

18 NEW SECTION. **Sec. 904.** This act is necessary for the immediate  
19 preservation of the public peace, health, or safety, or support of the  
20 state government and its existing public institutions, and takes effect  
21 July 1, 2001.

--- END ---