CERTIFICATION OF ENROLLMENT

ENGROSSED SUBSTITUTE HOUSE BILL 1623

60th Legislature 2008 Regular Session

Passed by the House January 25, 2008 Yeas 94 Nays 0

Speaker of the House of Representatives

Passed by the Senate March 6, 2008 Yeas 48 Nays 1

CERTIFICATE

I, Barbara Baker, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **ENGROSSED SUBSTITUTE HOUSE BILL** 1623 as passed by the House of Representatives and the Senate on the dates hereon set forth.

Chief Clerk

President of the Senate

Approved

FILED

Secretary of State State of Washington

Governor of the State of Washington

ENGROSSED SUBSTITUTE HOUSE BILL 1623

Passed Legislature - 2008 Regular Session

State of Washington 60th Legislature 2008 Regular Session

By House Committee on Technology, Energy & Communications (originally sponsored by Representative Morris)

READ FIRST TIME 02/20/07.

1 AN ACT Relating to setting fees for utility easements on state-2 owned aquatic lands; and amending RCW 79.110.230 and 79.110.240.

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

4 **Sec. 1.** RCW 79.110.230 and 2005 c 155 s 216 are each amended to 5 read as follows:

(1) The use of state-owned aquatic lands for public utility lines 6 7 owned by a governmental entity shall be granted by an agreement, 8 permit, or other instrument if the use is consistent with the purposes 9 of RCW 79.105.010, 79.105.030, 79.105.050, 79.105.210, 79.105.400, and 10 79.130.070 and does not obstruct navigation or other public uses. The department may recover only its ((reasonable direct)) administrative 11 12 costs incurred in processing and approving the request or application, and reviewing plans for construction of public utility lines as 13 determined under RCW 79.110.240. 14 ((For purposes of this section, "direct administrative costs" means the cost of hours worked directly 15 on an application or request, based on salaries and benefits, plus 16 travel reimbursement and other actual out of pocket costs. Direct)) 17 18 Administrative costs recovered by the department must be deposited into 19 the resource management cost account.

1 (2) The use of state-owned aquatic lands for local public utility 2 lines owned by a nongovernmental entity will be granted by easement if 3 the use is consistent with the purpose of RCW 79.105.010, 79.105.030, 4 79.105.050, 79.105.210, 79.105.400, and 79.130.070 and does not 5 obstruct navigation or other public uses. The total charge for the 6 easement will be determined under RCW 79.110.240.

7 (3) Nothing in this section limits the ability of the department to 8 obtain payment for commodity costs, such as lost revenue from renewable 9 resources, resulting from the granted use of state-owned aquatic lands 10 for public utility lines.

11 **Sec. 2.** RCW 79.110.240 and 2005 c 155 s 162 are each amended to 12 read as follows:

(1) Until July 1, ((2008)) 2017, the charge for the term of an easement granted under RCW ((79.105.220(2))) 79.110.230(2) will be determined as follows and will be paid in advance upon grant of the easement:

17 (a) Five thousand dollars for individual easement crossings that18 are no longer than one mile in length;

(b) Twelve thousand five hundred dollars for individual easement crossings that are more than one mile but less than five miles in length; or

(c) Twenty thousand dollars for individual easement crossings thatare five miles or more in length.

(2) The charge for easements under subsection (1) of this section must be adjusted annually by the rate of yearly increase in the most recently published consumer price index, all urban consumers, for the Seattle-Everett SMSA, over the consumer price index for the preceding year, as compiled by the bureau of labor statistics, United States department of labor for the state of Washington rounded up to the nearest fifty dollars.

31 (3) The term of the easement is thirty years <u>or a period of less</u> 32 <u>than thirty years if requested by the person or entity seeking the</u> 33 <u>easement</u>.

(4) In addition to the charge for the easement under subsection (1)
of this section, the department may recover its ((reasonable direct))
administrative costs incurred in receiving an application for the
easement, approving the easement, and reviewing plans for and

construction of the public utility lines. For the purposes of this 1 2 subsection, "((direct)) administrative costs" ((means the cost of hours 3 worked directly on an application, based on salaries and benefits, plus 4 travel reimbursement and other actual out-of-pocket costs)) is equivalent to twenty percent of the fee for the easement as determined 5 under subsection (1) of this section and adjusted under subsection (2) 6 of this section. For public utility lines owned by a governmental 7 entity, the administrative costs will be calculated based on the length 8 of the easement and the fee that it would be charged if it were subject 9 to the easement charges in this section. When multiple public utility 10 lines are owned by the same entity and are authorized under the same 11 easement, the administrative fee for the easement shall be equal to 12 13 twenty percent of the easement fee for the single longest public 14 utility line. ((Direct)) Administrative costs recovered by the 15 department must be deposited into the resource management cost account. (5) Applicants under RCW ((79.105.220(2))) 79.110.230(2) providing 16 17 a residence with an individual service connection for electrical, natural gas, cable television, or telecommunications service are not 18 required to pay the charge for the easement under subsection (1) of 19 this section but shall pay administrative costs under subsection (4) of 20 21 this section.

22 (6) A final decision on applications for an easement must be made within one hundred twenty days after the department receives the 23 24 completed application and after all applicable regulatory permits for 25 the aquatic easement have been acquired. This subsection applies to 26 applications submitted before June 13, 2002, as well as to applications 27 submitted on or after June 13, 2002. Upon request of the applicant, the department may reach a decision on an application within sixty days 28 and charge an additional fee for an expedited processing. The fee for 29 an expedited processing is ((the greater of: (a))) ten percent of the 30 combined total of the easement charge and ((direct)) administrative 31 32 costs((; or (b) the cost of staff overtime, calculated at time and onehalf, associated with the expedited processing)). 33

34 (7) By December 31, 2016, the legislature shall review the granting 35 of easements on state-owned aquatic lands under this chapter and 36 determine whether all applications for easements are processed within 37 one hundred twenty days for normal processing of applications and sixty

- 1 days for expedited processing of applications, and whether the granting
- 2 of easements on state-owned aquatic lands generates reasonable income
- 3 for the aquatic lands enhancement account.

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