SUBSTITUTE HOUSE BILL 2462

State of Washington 53rd Legislature 1994 Regular Session

By House Committee on Environmental Affairs (originally sponsored by Representatives R. Johnson, Pruitt and Rust)

Read first time 02/04/94.

1 AN ACT Relating to flood damage reduction; amending RCW 86.16.041, 2 86.12.200, 36.70A.280, 43.21B.110, 86.16.020, 86.16.045, 86.26.010, 86.26.105, 86.26.050, 86.15.030, 86.15.050, 86.15.160, 58.19.055, and 3 4 86.16.031; adding new sections to chapter 86.16 RCW; adding a new section to chapter 38.52 RCW; adding a new section to chapter 86.12 5 RCW; adding a new section to chapter 86.26 RCW; adding new sections to 6 7 chapter 64.04 RCW; creating new sections; and providing a contingent effective date. 8

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

10 PART I
11 FLOOD PLAIN MANAGEMENT

12 <u>NEW SECTION.</u> **Sec. 101.** (1) The legislature finds that:

- 13 (a) The climate and topography of the state create conditions that 14 lead to frequent and severe flood events throughout the state;
- (b) Nearly every county in the state has experienced at least one federally declared flood disaster and that several counties have experienced several federally declared flood disasters; and

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- 1 (c) Minimum federal flood requirements are insufficient to reduce 2 flood damages and may increase them.
- 3 (2) It is therefore the intent of the legislature to promote the 4 wise use of public dollars by developing state flood funding criteria 5 that encourage local governments to measure, quantify, and achieve 6 numeric or narrative standards for the following outcomes:
 - (a) Reduce the risks that floods pose to human lives;
 - (b) Reduce flood damages to public and private property;
- 9 (c) Maintain a healthy river system that does not preclude periodic 10 flooding; and
- 11 (d) Minimize long-term public costs.

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- NEW SECTION. **Sec. 102.** A new section is added to chapter 86.16 RCW to read as follows:
- 14 Unless the context clearly requires otherwise, the definitions in 15 this section apply throughout sections 101 through 103 of this act.
- 16 (1) "Base flood" or "one hundred year flood" means a flood having 17 a one percent chance of being equaled or exceeded in any given year.
- 18 (2) "Department" means the department of ecology.
- 19 (3) "Erosion hazard area" means an area where channel migration can 20 occur under existing hydrologic conditions that is specifically 21 identified in a comprehensive flood hazard management plan or a 22 federal, state, or local flood hazard map.
- (4) "Federal emergency management agency floodway" means the channel of the stream and that portion of the adjoining flood plain that is necessary to contain and discharge the base flood flow without increasing the base flood elevation more than one foot.
- (5) "Flood insurance study" means the official report provided by the federal insurance administration that includes flood profiles and the flood insurance rate map.
- 30 (6) "Flood insurance rate map" means the official map on which the 31 federal insurance administration has delineated areas of flood hazard.
- 32 (7) "Flood plain" means any land area susceptible to being 33 inundated by water from any inland or tidal waters creating a general 34 and temporary condition of partial or complete inundation of normally 35 dry land areas.
- 36 (8) "Flood-prone county" means a county, and all cities and towns 37 within the county, having three or more federally declared flood 38 disasters from January 1, 1974, to January 1, 1994.

- 1 (9) "Meander belt" means the present river channel, the portion of 2 the river valley lying within the outside curves of a river channel, 3 and any portion of the river valley that can be identified by previous 4 river channels.
- 5 (10) "Substantial improvement" means any maintenance, repair, 6 structural modification, addition, or other improvement of a structure 7 that increases the footprint of a structure by fifty percent or more.
- 8 **Sec. 103.** RCW 86.16.041 and 1989 c 64 s 4 are each amended to read 9 as follows:
- (1) Beginning July 26, 1987, every county and incorporated city and town shall submit to the department of ecology any new flood plain management ordinance or amendment to any existing flood plain management ordinance. Such ordinance or amendment shall take effect thirty days from filing with the department unless the department disapproves such ordinance or amendment within that time period.
- 16 (2) The department may disapprove any ordinance or amendment 17 submitted to it under subsection (1) of this section if it finds that 18 an ordinance or amendment does not comply with any of the following:

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- (a) Restriction of land uses within designated <u>federal emergency</u> <u>management agency</u> floodways including the prohibition of construction or reconstruction of residential structures except for: (i) Repairs, reconstruction, or improvements to a structure which do not increase the ground floor area; and (ii) repairs, reconstruction, or improvements to a structure the cost of which does not exceed fifty percent of the market value of the structure either, (A) before the repair, reconstruction, or repair is started, or (B) if the structure has been damaged, and is being restored, before the damage occurred. Work done ((on structures to comply with existing health, sanitary, or <u>safety codes or</u>)) to structures identified as historic places shall not be included in the fifty percent determination; and
- 31 (b) The minimum requirements of the national flood insurance 32 program((; and
- 33 (c) The minimum state requirements adopted pursuant to RCW
 34 86.16.031(8) that are applicable to the particular county, city, or
 35 town)). Within thirty days of receiving a local flood plain ordinance,
 36 the department shall make a decision as to whether or not the ordinance
 37 meets the criteria developed pursuant to section 104 of this act and
 38 transmit the decision to the applicable city or county and to the

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- 1 department of community, trade, and economic development. If the
- 2 <u>department finds that an ordinance does not meet the criteria, it shall</u>
- 3 provide a specific written statement explaining the deficiencies of the
- 4 ordinance.
- 5 <u>NEW SECTION.</u> **Sec. 104.** A new section is added to chapter 86.16 6 RCW to read as follows:
- 7 (1) Not later than six months after approval under subsection (3)
- 8 of this section, the department shall adopt by rule state criteria to
- 9 evaluate local flood plain management ordinances adopted pursuant to
- 10 chapter 36.70A RCW or this chapter solely for the purpose of making
- 11 funding decisions.
- 12 (2) At a minimum, the criteria shall include the following:
- 13 (a) The outcomes identified under RCW 86.12.200(1);
- 14 (b) A method for measuring these outcomes;
- 15 (c) A numeric or narrative standard for each outcome; and
- 16 (d) A timetable for achieving the standard.
- 17 (3)(a) A flood hazard reduction task force is created to assist the 18 department in establishing state funding criteria pursuant to
- 19 subsection (1) of this section. The task force shall consist of one
- 20 representative appointed by the department of ecology, one
- 21 representative from the department of community, trade, and economic
- 22 development, one representative appointed by the department of fish and
- 23 wildlife, three representatives appointed by the association of
- 24 Washington cities, and three representatives appointed by the
- 25 Washington association of counties.
- 26 (b) Before the department adopts criteria required under subsection
- 27 (1) of this section, at least seven members of the flood hazard task
- 28 force shall approve the criteria. If by June 30, 1995, the flood
- 29 hazard reduction task force has not approved the criteria, each town,
- 30 city, and county in the state shall be ineligible for a grant or loan
- 31 issued pursuant to chapter 86.26 RCW, and state matching funds for the
- 32 public assistance and mitigation programs under P.L. 93-288 Secs. 404,
- 33 406, and 407. Eligibility shall be reinstated when the department
- 34 adopts rules under subsection (1) of this section.
- 35 (c) The task force created by (a) of this subsection shall expire
- 36 thirty days after the department adopts the criteria approved by the
- 37 task force pursuant to (b) of this subsection.

- NEW SECTION. Sec. 105. A new section is added to chapter 86.16 1 2 RCW to read as follows:
- 3 (1) The department may not issue a grant or loan to fund a flood 4 hazard reduction project under chapter 86.26 RCW to a city or county 5 that has not adopted a flood plain ordinance that has been accepted by
- the department as meeting the criteria established pursuant to section 6
- 7 104(1) of this act.
- 8 (2) This section shall take effect June 30, 1997.
- 9 NEW SECTION. Sec. 106. A new section is added to chapter 38.52 10 RCW to read as follows:
- (1) An applicant for state matching funds for the public assistance 11 12 and mitigation programs under P.L. 93-288 Secs. 404, 406, and 407, is eligible only if the department of community, trade, and economic 13 14 development has received a statement from the department of ecology 15 verifying that the county, city, or town has adopted a flood plain 16 ordinance that meets the criteria established pursuant to section 104(1) of this act. 17
- 18 (2) Within a flood-prone county, an applicant for state matching 19 funds for the public assistance and mitigation programs under P.L. 93-288 Secs. 404, 406, and 407, is eligible only if the county has 20 21 prepared, is preparing, or has formally notified the department of its 22 intention to prepare a local comprehensive flood hazard management plan 23 meeting the requirements of RCW 86.12.200. This requirement is in 24 addition to the requirement under subsection (1) of this section.
- 25 (3) The department shall reference or incorporate in the state flood hazard mitigation plan each local ordinance that meets the 26 criteria established pursuant to section 104(1) of this act. 27
- (4) Nothing in subsection (2) of this section prohibits a state 28 29 agency or tribal government from receiving state matching funds for the public assistance and mitigation programs under P.L. 93-288 Secs. 404, 30 406, and 407. 31
- 32 (5) This section shall take effect June 30, 1997.
- 33 **Sec. 107.** RCW 86.12.200 and 1991 c 322 s 3 are each amended to read as follows: 34
- 35 (1) Except as provided in RCW 86.26.105, the county legislative authority of any county may adopt a comprehensive flood ((control)) 36
- hazard management plan for any drainage basin that is located wholly or 37

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- 1 partially within the county. The plan elements under subsection (2) of
- 2 this section shall, to the maximum extent possible, achieve the
- 3 following goals:
- 4 (a) Reduce the risks that floods pose to human lives;
- 5 (b) Reduce flood damages to public and private property;
- 6 (c) Maintain a healthy river system that does not preclude periodic
- 7 <u>flooding; and</u>
- 8 <u>(d) Minimize long-term public costs.</u>
- 9 <u>(2)</u> A comprehensive flood ((control)) <u>hazard</u> management plan shall include the following elements:
- 11 $((\frac{1}{1}))$ (a) Designation of areas that are susceptible to periodic
- 12 flooding, from inundation by bodies of water or surface water runoff,
- 13 or both, including the river's meander belt or floodway;
- $((\frac{2}{2}))$ (b) Establishment of a comprehensive scheme of flood
- 15 ((control)) hazard protection and improvements for the areas that are
- 16 subject to such periodic flooding, that includes: $((\frac{a}{a}))$
- 17 (i) Determining the need for, and desirable location of, flood
- 18 ((control)) <u>hazard reduction</u> improvements to protect or preclude flood
- 19 damage to structures, works, and improvements, based upon a
- 20 ((cost/benefit)) cost-benefit ratio between the expense of providing
- 21 and maintaining these improvements and the benefits arising from these
- 22 improvements; $((\frac{b}{b}))$
- 23 (ii) Establishing the level of flood protection that each portion
- 24 of the system of flood ((control)) hazard reduction improvements will
- 25 be permitted; $((\frac{c}{c}))$
- 26 (iii) Identifying the positive and negative impacts of periodic
- 27 flooding to riparian natural resources;
- 28 (iv) Identifying potential impacts of in-stream flood hazard
- 29 reduction work on the state's in-stream resources, meander belt, or
- 30 <u>floodway and considering</u> alternatives to in-stream flood ((control))
- 31 hazard reduction work; (((d)))
- 32 <u>(v) Identifying flood storage</u> areas where flood waters could be
- 33 directed during a flood to avoid damage to buildings and other
- 34 structures; ((and (e)))
- (vi) Identifying areas where a river may migrate into a new channel
- 36 and considering alternatives to protect the new channel;
- 37 (vii) Identifying practices that will avoid long-term accretion of
- 38 <u>sediments; and</u>

(viii) Identifying sources of revenue that will be sufficient to finance the comprehensive scheme of flood ((control)) hazard management protection and improvements, including but not limited to compensating owners of land designated as a flood storage area;

(5) Establishing)); and (iii) establish restrictions on land clearing activities and development practices that exacerbate flood problems by increasing the flow or accumulation of flood waters, or the intensity of drainage, on low-lying areas. Land clearing activities do not include forest practices as defined in chapter 76.09 RCW.

- (3) Each comprehensive flood hazard management plan prepared by a city, town, or special district shall be consistent with the county flood hazard management plan. Each plan prepared by a county shall include criteria to judge consistency. At a minimum, the criteria shall be based on the ability of the plan to:
 - (a) Protect existing flood storage and conveyance;
- 27 (b) Control storm water runoff; and
- 28 (c) Meet the goals of subsection (1) of this section.
- 29 (4) Inconsistencies between a county flood hazard management plan
 30 and a city, town, or special district comprehensive flood hazard
 31 management plan shall be resolved by a growth planning hearings board.
 32 (5) A comprehensive flood ((control)) hazard management plan shall
 33 be subject to the minimum requirements for participation in the
 34 national flood insurance program((,)) and any flood plain requirements
 35 exceeding the minimum national flood insurance program ((that have been
- 36 adopted by the department of ecology for a specific flood plain
- 37 pursuant to RCW 86.16.031, and rules adopted by the department of
- 38 ecology pursuant to RCW 86.26.050 relating to flood plain management

39 activities)).

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- 1 (6) When a county plans under chapter 36.70A RCW, it ((may)) shall
- 2 incorporate the portion of its comprehensive flood control management
- 3 plan relating to land use restrictions in its comprehensive plan and
- 4 development regulations adopted pursuant to chapter 36.70A RCW.
- 5 <u>NEW SECTION.</u> **Sec. 108.** A new section is added to chapter 86.12 6 RCW to read as follows:
- 7 (1) Each county comprehensive flood hazard management plan shall be 8 consistent with any other county flood hazard management plan prepared 9 for the same watershed.
- 10 (2) Inconsistencies between a county comprehensive flood management plan and another county comprehensive flood management plan prepared for the same watershed shall be resolved by a growth planning hearings board upon petition of the department of ecology, a local government within the watershed, or twenty-five or more citizens in the area of the watershed.
- 16 **Sec. 109.** RCW 36.70A.280 and 1991 sp.s. c 32 s 9 are each amended 17 to read as follows:
- 18 (1) A growth planning hearings board shall hear and determine only 19 those petitions alleging ((either)): (a) That a state agency, county, 20 or city is not in compliance with the requirements of this chapter, or 21 chapter 43.21C RCW as it relates to plans, regulations, and amendments 22 thereto, adopted under RCW 36.70A.040; ((or)) (b) that the twenty-year 23 growth management planning population projections adopted by the office 24 of financial management pursuant to RCW 43.62.035 should be adjusted: 25 or (c) that comprehensive flood hazard reduction plans prepared for the 26 same watershed are inconsistent.
- (2) A petition may be filed only by the state, a county or city that plans under this chapter, a person who has either appeared before the county or city regarding the matter on which a review is being requested or is certified by the governor within sixty days of filing the request with the board, or a person qualified pursuant to RCW 34.05.530.
- 33 (3) For purposes of this section "person" means any individual, 34 partnership, corporation, association, governmental subdivision or unit 35 thereof, or public or private organization or entity of any character.
- 36 (4) When considering a possible adjustment to a growth management 37 planning population projection prepared by the office of financial

- 1 management, a board shall consider the implications of any such 2 adjustment to the population forecast for the entire state.
- The rationale for any adjustment that is adopted by a board must be documented and filed with the office of financial management within ten working days after adoption.
- If adjusted by a board, a county growth management planning population projection shall only be used for the planning purposes set forth in this chapter and shall be known as a "board adjusted population projection". None of these changes shall affect the official state and county population forecasts prepared by the office of financial management, which shall continue to be used for state budget and planning purposes.
- 13 **Sec. 110.** RCW 43.21B.110 and 1993 c 387 s 22 are each amended to 14 read as follows:
- 15 (1) The hearings board shall only have jurisdiction to hear and 16 decide appeals from the following decisions of the department, the 17 director, the administrator of the office of marine safety, and the air 18 pollution control boards or authorities as established pursuant to 19 chapter 70.94 RCW, or local health departments:
- 20 (a) Civil penalties imposed pursuant to RCW 18.104.155, 70.94.431, 70.105.080, 70.107.050, 88.46.090, 90.03.600, 90.48.144, 90.56.310, and 22 $90.56.330((\cdot))$;
- 23 (b) Orders issued pursuant to RCW 18.104.043, 18.104.060, 24 43.27A.190, 70.94.211, 70.94.332, 70.105.095, 86.16.020, 88.46.070, 25 90.14.130, and 90.48.120((-));
- (c) The issuance, modification, or termination of any permit, certificate, or license by the department or any air authority in the exercise of its jurisdiction, including the issuance or termination of a waste disposal permit, the denial of an application for a waste disposal permit, or the modification of the conditions or the terms of a waste disposal permit((\cdot, \cdot)):
- 32 (d) Decisions of local health departments regarding the grant or 33 denial of solid waste permits pursuant to chapter 70.95 RCW($(\cdot,)$);
- (e) Decisions of local health departments regarding the issuance and enforcement of permits to use or dispose of biosolids under RCW $70.95J.080((\cdot))$;
- 37 (f) <u>Decisions of the department regarding the grant or denial of</u> 38 <u>local flood plain ordinances pursuant to chapter 86.16 RCW or</u>

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- 1 comprehensive flood hazard management plans pursuant to chapter 86.26
- 2 RCW; and
- 3 (g) Any other decision by the department, the administrator of the
- 4 office of marine safety, or an air authority which pursuant to law must
- 5 be decided as an adjudicative proceeding under chapter 34.05 RCW.
- 6 (2) The following hearings shall not be conducted by the hearings
- 7 board:
- 8 (a) Hearings required by law to be conducted by the shorelines 9 hearings board pursuant to chapter 90.58 RCW((\cdot)):
- 10 (b) Hearings conducted by the department pursuant to RCW 70.94.332,
- 11 70.94.390, 70.94.395, 70.94.400, 70.94.405, 70.94.410, and
- 12 90.44.180((-));
- 13 (c) Proceedings by the department relating to general adjudications
- 14 of water rights pursuant to chapter 90.03 or 90.44 RCW((\cdot)); and
- 15 (d) Hearings conducted by the department to adopt, modify, or
- 16 repeal rules.
- 17 (3) Review of rules and regulations adopted by the hearings board
- 18 shall be subject to review in accordance with the provisions of the
- 19 Administrative Procedure Act, chapter 34.05 RCW.
- 20 **Sec. 111.** RCW 86.16.020 and 1989 c 64 s 1 are each amended to read
- 21 as follows:
- 22 State-wide flood plain management regulation shall be exercised
- 23 through: (1) Local governments' administration of the national flood
- 24 insurance program regulation requirements, (2) the establishment of
- 25 minimum state requirements for flood plain management that ((equal))
- 26 <u>include</u> the minimum federal requirements for the national flood
- 27 insurance program, and (3) the issuance of regulatory orders. This
- 28 regulation shall be exercised over the planning, construction,
- 29 operation and maintenance of any works, structures and improvements,
- 30 private or public, which might, if improperly planned, constructed,
- 31 operated and maintained, adversely influence the regimen of a stream or
- 32 body of water or might adversely affect the security of life, health
- 33 and property against damage by flood water.
- 34 **Sec. 112.** RCW 86.16.045 and 1989 c 64 s 6 are each amended to read
- 35 as follows:
- A county, city, or town may adopt flood plain management ordinances
- 37 or requirements that exceed state requirements or the minimum federal

- 1 requirements of the national flood insurance program ((${\color{blue} {\rm without}}$
- 2 following the procedures provided in RCW 86.16.031(8))).
- 3 **Sec. 113.** RCW 86.26.010 and 1984 c 212 s 2 are each amended to 4 read as follows:
- 5 The department of ecology shall have charge for the state of the
- 6 administration and enforcement of all laws relating to flood
- 7 ((control)) hazard management and shall adopt rules as necessary to
- 8 implement the provisions of this chapter.
- 9 **Sec. 114.** RCW 86.26.105 and 1986 c 46 s 5 are each amended to read 10 as follows:
- 11 ((A comprehensive flood control management plan shall determine the
- 12 need for flood control work, consider alternatives to in-stream flood
- 13 control work, identify and consider potential impacts of in-stream
- 14 flood control work on the state's in-stream resources, and identify the
- 15 river's meander belt or floodway.)) (1) By June 30, 1995, the
- 16 department shall prepare a six-year plan to schedule financial
- 17 <u>assistance to flood-prone counties preparing a comprehensive flood</u>
- 18 hazard reduction plan. The six-year plan shall include formal
- 19 agreements between the department and each flood-prone county intending
- 20 to prepare a comprehensive flood hazard reduction plan. The six-year
- 21 plan shall specify the timing and funding of a comprehensive flood
- 22 <u>hazard management plan.</u> A comprehensive flood ((control)) <u>hazard</u>
- 23 management plan shall be completed and adopted within at least three
- 24 years of the certification that it is being prepared, as provided in
- 25 RCW 86.26.050.
- 26 ((If after this three year period has elapsed such a comprehensive
- 27 flood control plan has not been completed and adopted, grants for flood
- 28 control maintenance projects shall not be made to the county or
- 29 municipal corporations in the county until a comprehensive flood
- 30 control plan is completed and adopted by the appropriate local
- 31 authority.)) Each flood-prone county shall, and each city within a
- 32 <u>flood-prone county may, notify the department, in writing, of its</u>
- 33 intentions to prepare a comprehensive flood hazard management plan by
- 34 <u>January 1, 1995.</u>
- 35 (2) The department may not issue a grant or loan to fund a flood
- 36 hazard reduction project under this chapter to a city or county that is
- 37 <u>in violation of subsection (1) of this section</u>. These limitations on

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1 grants shall not preclude allocations for emergency purposes made 2 pursuant to RCW 86.26.060.

3 PART II
4 FUNDING

Sec. 201. RCW 86.26.050 and 1991 c 322 s 6 are each amended to 6 read as follows:

- (1) State participation shall be in such preparation of comprehensive flood ((control)) hazard management plans under this chapter and chapter 86.12 RCW, cost sharing feasibility studies for new flood ((control)) hazard reduction projects, ((projects pursuant to section 33, chapter 322, Laws of 1991,)) and flood ((control maintenance)) hazard reduction projects as are affected with a general public and state interest, as differentiated from a private interest, and as are likely to bring about public benefits commensurate with the amount of state funds allocated thereto.
- 16 (2) The department of ecology shall adopt rules concerning the
 17 flood plain management activities of a county, city, or town that are
 18 adequate to protect or preclude flood damage to structures, works, and
 19 improvements, including the restriction of land uses within a river's
 20 meander belt or floodway to only flood-compatible uses.
 - (3) No participation for flood ((control maintenance)) hazard reduction projects may occur with a county or other municipal corporation unless the director of ecology has approved the flood plain management ((activities)) ordinances of the county, city, or town having planning jurisdiction over the area where the flood ((control maintenance)) hazard reduction project will be, on the one hundred year flood plain surrounding such area.

((The department of ecology shall adopt rules concerning the flood plain management activities of a county, city, or town that are adequate to protect or preclude flood damage to structures, works, and improvements, including the restriction of land uses within a river's meander belt or floodway to only flood-compatible uses. Whenever the department has approved county, city, and town flood plain management activities, as a condition of receiving an allocation of funds under this chapter, each revision to the flood plain management activities must be approved by the department of ecology, in consultation with the department of fisheries and the department of wildlife.))

(4) No participation with a county or other municipal corporation for flood ((control maintenance)) <u>hazard reduction</u> projects may occur unless the county engineer of the county within which the flood 4 ((control maintenance)) hazard reduction project is located certifies that a comprehensive flood ((control)) hazard management plan has been completed and adopted by the appropriate local authority, or is being prepared for all portions of the river basin or other area, within which the project is located in that county, that are subject to flooding with a frequency of one hundred years or less.

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- 10 (((3))) <u>(5)</u> Participation for flood ((control maintenance)) <u>hazard</u> <u>reduction</u> projects and preparation of comprehensive flood ((control)) 11 <u>hazard</u> management plans shall be made from grants made by the 12 13 department of ecology from the flood ((control)) hazard reduction assistance account. In making allocation decisions on planning grants, 14 the department shall give first priority to counties that have been 15 designated as flood prone. The comprehensive flood ((control)) hazard 16 management plans of flood-prone counties, and any revisions to the 17 plans, must be approved by the department of ecology, in consultation 18 19 with affected Indian tribes, the department of transportation, and the 20 department of ((fisheries and the department of)) fish and wildlife as a condition of receiving funds for hazard reduction projects under this 21 chapter. ((The department may only grant financial assistance to local 22 governments that, in the opinion of the department, are making good 23 24 faith efforts to take advantage of, or comply with, federal and state 25 flood control programs.))
- (6) For purposes of this section, "flood hazard reduction project" 26 means any structural or nonstructural project. 27
- NEW SECTION. Sec. 202. A new section is added to chapter 86.26 28 29 RCW to read as follows:
- 30 (1) In awarding grants under this chapter, the department of ecology shall give strong preference to local governments that have: 31 (a) Implemented, or are in the process of implementing, an ordinance 32 33 that establishes a flood plain policy that is substantially more 34 stringent than minimum federal requirements; (b) completed, or are in the process of completing, a comprehensive flood hazard management plan 35 36 meeting the requirements of RCW 86.12.200; or (c) constructed, or are 37 in the process of constructing, a system of overtopping dikes or levees 38 that allow public access.

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- 1 (2) This section shall expire June 30, 1997, if rules are adopted 2 under section 104 of this act.
- 3 **Sec. 203.** RCW 86.15.030 and 1969 ex.s. c 195 s 2 are each amended 4 to read as follows:
- 5 Upon receipt of a petition asking that a zone be created, or upon motion of the board, the board shall adopt a resolution which shall 6 7 describe the boundaries of such proposed zone; describe in general terms the flood control needs or requirements within the zone; set a 8 9 date for public hearing upon the creation of such zone, which shall be not more than thirty days after the adoption of such resolution. 10 11 Notice of such hearing and publication shall be had in the manner 12 provided in RCW 36.32.120(7).
- At the hearing scheduled upon the resolution, the board shall 13 14 permit all interested parties to be heard. Thereafter, the board may 15 reject the resolution or it may modify the boundaries of such zone and make such other corrections or additions to the resolutions as they 16 deem necessary to the accomplishment of the purpose of this chapter: 17 18 PROVIDED, That if the boundaries of such zone are enlarged, the board 19 shall hold an additional hearing following publication and notice of such new boundaries: PROVIDED FURTHER, That the boundaries of any zone 20 shall generally follow the boundaries of the watershed area affected: 21 22 PROVIDED FURTHER, That the immediately preceding proviso shall in no 23 way limit or be construed to prohibit the formation of a county_wide 24 flood control zone district authorized to be created by RCW 86.15.025. 25 Within ((ten)) thirty days after final hearing on a resolution, the board shall issue its ((order)) ordinance creating the flood control 26 zone district. 27
- 28 **Sec. 204.** RCW 86.15.050 and 1961 c 153 s 5 are each amended to 29 read as follows:
- The board ((of county commissioners of each county)) shall be ex officio, by virtue of their office, supervisors of the zones created in each county. The supervisors of the district shall conduct the business of the flood control zone district according to the regular rules and procedures that it adopts.
- 35 **Sec. 205.** RCW 86.15.160 and 1986 c 278 s 60 are each amended to 36 read as follows:

For the purposes of this chapter the supervisors may authorize:

- (1) An annual excess ad valorem tax levy within any zone or participating zones when authorized by the voters of the zone or participating zones under RCW 84.52.052 and 84.52.054;
- (2) An assessment upon property, including state property, specially benefited by flood control improvements or storm water control improvements imposed under chapter 86.09 RCW;
- (3) Within any zone or participating zones an annual ad valorem property tax levy of not to exceed fifty cents per thousand dollars of assessed value when the levy will not take dollar rates that other taxing districts may lawfully claim and that will not cause the combined levies to exceed the constitutional and/or statutory limitations, and the additional levy, or any portion thereof, may also be made when dollar rates of other taxing units is released therefor by agreement with the other taxing units from their authorized levies under chapter 39.67 RCW;
- (4) A charge, under RCW 36.89.080 through 36.89.100, for the furnishing of service to those who are receiving or will receive benefits from storm water control facilities and who are contributing to an increase in surface water runoff. Except as otherwise provided in RCW 90.03.525, any public entity and public property, including the state and state property, shall be liable for the charges to the same extent a private person and privately owned property is liable for the charges, and in setting these rates and charges, consideration may be made of in-kind services, such as stream improvements or donation of property;
- (5) The creation of local improvement districts and utility local improvement districts, the issuance of improvement district bonds and warrants, and the imposition, collection, and enforcement of special assessments on all property, including any state-owned or other publicly-owned property, specially benefited from improvements in the same manner as provided for counties by chapter 36.94 RCW.

PART III FLOOD HAZARD INFORMATION

Sec. 301. RCW 58.19.055 and 1992 c 191 s 5 are each amended to 36 read as follows:

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- 1 (1) A public offering statement shall contain the following 2 information:
- 3 (a) The name, and the address or approximate location, of the 4 development;
 - (b) The name and address of the developer;

- 6 (c) The name and address of the management company, if any, for the 7 development;
- 8 (d) The relationship of the management company to the developer, if 9 any;
- 10 (e) The nature of the interest being offered for sale;
- 11 (f) A brief description of the permitted uses and use restrictions 12 pertaining to the development and the purchaser's interest therein;
- 13 (g) The number of existing lots, parcels, units, or interests in 14 the development and either the maximum number that may be added to the 15 development or the fact that such maximum number has not yet been 16 determined;
- (h) A list of the principal common amenities in the development which materially affect the value of the development and those that will or may be added to the development;
- (i) The identification of any real property not in the development, the owner of which has access to any of the development, and a description of the terms of such access;
- (j) The identification of any real property not in the development to which owners in the development have access and a description of the terms of such access;
- (k) The status of construction of improvements in the development, including either the estimated dates of completion if not completed or the fact that such estimated completion dates have not yet been determined; and the estimated costs, if any, to be paid by the purchaser;
- 31 (1) The estimated current owners' association expense, if any, for 32 which a purchaser would be liable;
- 33 (m) An estimate of any payment with respect to any owners' 34 association expense for which the purchaser would be liable at closing;
- (n) The estimated current amount and purpose of any fees not included in any owners' association assessments and charged by the developer or any owners' association for the use of any of the development or improvements thereto;

- 1 (o) Any assessments which have been agreed to or are known to the 2 developer and which, if not paid, may constitute a lien against any 3 portion of the development in favor of any governmental agency;
- 4 (p) The identification of any parts of the development which any 5 purchaser will have the responsibility for maintaining;
- 6 (q) A brief description of any blanket encumbrance which is subject 7 to the provisions of RCW 58.19.180;
- 8 (r) A list of any physical hazards known to the developer which 9 particularly affect the development or the immediate vicinity in which 10 the development is located and which are not readily ascertainable by 11 the purchaser;
- 12 (s) A brief description of any construction warranties to be 13 provided to the purchaser;
- 14 (t) Any building code violation citations received by the developer 15 in connection with the development which have not been corrected;
- 16 (u) A statement of any unsatisfied judgments or pending suits 17 against any owners' association involved in the development and a 18 statement of the status of any pending suits material to the 19 development of which the developer has actual knowledge;
- (v) A notice which describes a purchaser's right to cancel the purchase agreement or extend the closing under RCW 58.19.045(3), including applicable time frames and procedures;
- (w) A list of the documents which the prospective purchaser is entitled to receive from the developer before the rescission period commences;
- 26 (x) A notice which states:
- "A purchaser may not rely on any representation or express warranty unless it is contained in the public offering statement or made in writing signed by the developer or by any person identified in the public offering statement as the declarant's agent";
 - (y) A notice which states:

"This public offering statement is only a summary of some of the significant aspects of purchasing an interest in this development and any documents which may govern or affect the development may be complex, may contain other important information, and create binding legal obligations. You should consider seeking assistance of legal counsel"; and

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- 1 (z) Any other information and cross-references which the developer 2 believes will be helpful in describing the development to the 3 recipients of the public offering statement, all of which may be 4 included or not included at the option of the developer.
- 5 (2) The public offering statement shall include copies of each of the following documents: Any declaration of covenants, conditions, 6 7 restrictions, and reservations affecting the development; any survey, 8 plat, or subdivision map; the articles of incorporation of any owners' 9 association; the bylaws of any owners' association; the rules and 10 regulations, if any, of any owners' association; current or proposed 11 budget for any owners' association; and the balance sheet of any 12 owners' association current within ninety days if assessments have been 13 collected for ninety days or more.
 - If any of the foregoing documents listed in this subsection are not available because they have not yet been executed, adopted, or recorded, drafts of such documents shall be provided with the public offering statement, and, before closing the sale of an interest in the development, the purchaser shall be given copies of any material changes between the draft of the proposed documents and the final documents.
- 21 (3) The disclosures required by subsection (1)(v), (x), and (y) of 22 this section shall be located at the top of the first page of the 23 public offering statement and be typed or printed in ten-point bold 24 face type size.
- 25 (4) The disclosures required by subsection (1)(r) of this section 26 shall be listed on a separate page from the other disclosures required by this section and shall be printed or typed in ten-point type. If 27 the development or any portion of the development described in the 28 public offering statement is located within an erosion hazard area or 29 30 the one hundred year flood plain as shown on flood insurance rate maps 31 provided by the federal emergency management agency for the national flood insurance program, this shall be listed as a physical hazard 32 under subsection (1)(r) of this section. 33
- NEW SECTION. **Sec. 302.** A new section is added to chapter 64.04 RCW to read as follows:
- The seller of real property located in an erosion hazard area or the area mapped in the one hundred year flood plain, as shown on the most recent flood insurance rate maps provided by the federal emergency

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- 1 management agency for the national flood insurance program, shall
- 2 inform the buyer that the property is located in an erosion hazard area
- 3 or the one hundred year flood plain and may be subject to land use
- 4 restrictions. The seller shall inform the buyer in the first written
- 5 document constituting an agreement of sale. Proof of notification
- 6 prior to closing is the responsibility of the seller.
- 7 As used in this section, "erosion hazard area" has the meaning in
- 8 section 102 of this act.
- 9 <u>NEW SECTION.</u> **Sec. 303.** A new section is added to chapter 64.04
- 10 RCW to read as follows:
- 11 The location of real property within an erosion hazard area or the
- 12 area mapped as the one hundred year flood plain, as shown on flood
- 13 insurance rate maps provided by the federal emergency management agency
- 14 for the national flood insurance program, is declared to be a hidden
- 15 defect in the real property that shall be disclosed by the seller of
- 16 the real property or an ownership interest in the real property.
- 17 As used in this section, "erosion hazard area" has the meaning in
- 18 section 102 of this act.
- 19 **Sec. 304.** RCW 86.16.031 and 1989 c 64 s 3 are each amended to read
- 20 as follows:
- 21 The department of ecology shall:
- 22 (1) Review and approve county, city, or town flood plain management
- 23 ordinances pursuant to RCW 86.16.041;
- 24 (2) When requested, provide guidance and assistance to local
- 25 governments in development and amendment of their flood plain
- 26 management ordinances;
- 27 (3) Provide technical assistance to local governments in the
- 28 administration of their flood plain management ordinances;
- 29 (4) Provide local governments and the general public with
- 30 information related to the national flood insurance program;
- 31 (5) When requested, provide assistance to local governments in
- 32 enforcement actions against any individual or individuals performing
- 33 activities within the flood plain that are not in compliance with
- 34 local, state, or federal flood plain management requirements;
- 35 (6) Establish state minimum requirements that ((equal minimum))
- 36 <u>include</u> federal requirements for the national flood insurance program;

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- 1 (7) Assist counties, cities, and towns in identifying the location 2 of the one hundred year flood plain, and petitioning the federal 3 government to alter its designations of where the one hundred year 4 flood plain is located if the federally recognized location of the one 5 hundred year flood plain is found to be inaccurate; and
 - (8) ((Establish minimum state requirements for specific flood plains that exceed the minimum federal requirements for the national flood insurance program, but only if:
- 9 (a) The location of the one hundred year flood plain has been 10 reexamined and is certified by the department as being accurate;
- 11 (b) negotiations have been held with the affected county, city, or 12 town over these regulations;
- 13 (c) public input from the affected community has been obtained; and
- 14 (d) the department makes a finding that these increased
- 15 requirements are necessary due to local circumstances and general
- 16 public safety)) File copies of the flood insurance rate maps, provided
- 17 by the federal emergency management agency for the national flood
- 18 <u>insurance program</u>, with the county auditor in each county in which
- 19 property shown on the maps is located. The department shall, on an
- 20 <u>annual basis</u>, file revised maps with each county auditor in counties
- 21 for which the maps are revised.

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- NEW SECTION. Sec. 305. Sections 302 and 303 of this act shall 22 23 take effect July 1, 1994, unless a version of Senate Bill No. 6283 24 relating to real estate disclosures takes effect by June 30, 1994, and contains specific language requiring disclosures for property in the 25 one hundred year flood plain and an erosion hazard area. If a version 26 of Senate Bill No. 6283 containing these specific disclosure provisions 27 takes effect by June 30, 1994, then sections 302 and 303 of this act 28 29 are null and void.
- 30 PART IV
- 31 MISCELLANEOUS
- 32 <u>NEW SECTION.</u> **Sec. 401.** Part headings as used in this act 33 constitute no part of the law.
- NEW SECTION. **sec. 402.** If any provision of this act or its application to any person or circumstance is held invalid, the

- 1 remainder of the act or the application of the provision to other
- 2 persons or circumstances is not affected.

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