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## SUBSTITUTE HOUSE BILL 2510

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## State of Washington 53rd Legislature 1994 Regular Session

By House Committee on State Government (originally sponsored by Representatives R. Meyers, Reams, Brough, Dorn, Dunshee, Johanson, Pruitt, Shin, Zellinsky, Carlson, R. Johnson, J. Kohl, Karahalios, Basich, Jones, Bray, R. Fisher, Holm, Moak, Sheldon, Valle, Chappell, Eide, Wolfe, B. Thomas, Dyer, King, G. Fisher, L. Johnson, Dellwo, Ogden, Roland, Grant, Jacobsen, Quall, Rayburn, Morris, Romero, Rust, Kremen, Conway, Linville, Patterson, Forner, Long, Mielke, Springer, Cothern, Kessler, H. Myers, Tate, Backlund, Cooke, Wood and Mastin; by request of Governor Lowry)

Read first time 02/02/94.

- 1 AN ACT Relating to implementation of the recommendations of the 2 governor's task force on regulatory reform; amending RCW 34.05.370, 34.05.350, 34.05.330, 34.05.355, 19.85.020, 19.85.010, 34.05.640, 3 34.05.660, 36.70A.270, 36.70A.290, 36.70A.300, 36.70A.030, 58.17.330, 4 35A.63.170, 43.21C.075, 35.63.130, 36.70.970, 70.105D.020, 70.105D.030, 5 70.105D.050, 70.105D.060, 34.12.020, 36.70A.110, 36.70A.210, 6 7 36.70A.250, 36.70A.260, 36.70A.280, 36.70A.310, and 36.70A.345; reenacting and amending RCW 19.85.030 and 19.85.040; adding a new 8 section to chapter 44.04 RCW; adding new sections to chapter 34.05 RCW; adding a new section to chapter 43.17 RCW; adding new sections to 10 11 chapter 36.70A RCW; adding a new section to chapter 70.105D RCW; adding 12 a new section to chapter 70.94 RCW; adding a new section to chapter 70.95 RCW; adding a new section to chapter 70.105 RCW; adding a new 13 14 section to chapter 75.20 RCW; adding a new section to chapter 90.48 15 RCW; adding a new section to chapter 90.58 RCW; adding a new section to chapter 43.21C RCW; and providing an effective date. 16
- 17 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- NEW SECTION. Sec. 1. A new section is added to chapter 44.04 RCW to read as follows:

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- (1) The legislature recognizes that clear statements of legislative 1 2 intent and grants of rule-making authority are necessary for efficient 3 and effective regulatory programs and accountability in governmental 4 decision making. It is, therefore, the legislature's purpose to 5 establish policies and processes to ensure that existing and future laws provide rational, cost-effective regulation, clear legal authority 6 7 for rule making, and clear linkage of legislative intent to desired 8 outcomes.
  - (2) Appropriate standing committees of the senate and the house of representatives shall selectively review existing statutes that contain legislative intent statements and grant rule-making authority to state agencies. The review shall evaluate these statutes based on the following criteria: (a) Continued need; (b) clear legislative intent statements and grants of rule-making authority; (c) consistency with missions and goals established under RCW 43.88.090(2); (d) allowance for voluntary compliance; and (e) consistency with regulatory statutes of other agencies.
- In those instances where the review identifies statutes that do not meet these criteria, corrective legislation shall be prepared that modifies or repeals the statutes.
- 21 (3) The senate and the house of representatives shall ensure that 22 bills prepared for introduction that grant rule-making authority to 23 state agencies shall, to the extent practicable, contain clear, 24 legislative intent statements and direction regarding the desired 25 outcomes and the authority granted to state agencies to adopt rules.
  - (4) The appropriate standing committees of the senate and house of representatives shall prepare a regulatory note as part of the committee bill report on each bill granting rule-making authority to state agencies. The regulatory note shall identify if rule making is required or authorized by the bill, describe the nature of the rule making, identify agencies to which rule making is delegated, and identify any other agencies that may have related rule-making authority. In addition, the regulatory note shall contain a checklist addressing the following criteria, where appropriate:
- 35 (a) Whether the bill responds to a specific identifiable regulatory 36 need and whether government is the most appropriate institution to 37 address the need;

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1 (b) Whether the bill contains a clear statement of legislative 2 intent and identification of the state agency or local government 3 charged with carrying out the intent;

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- (c) Whether the bill is consistent with program objectives established under RCW 43.88.090(3), and contains an evaluation process that will be used to determine if the program objectives are achieved;
- (d) Whether the costs of compliance and administration have been estimated, whether the bill achieves its outcomes with the least cost and burden to those affected by the regulation, and whether the cost of not enacting the law has been considered; and
- 11 (e) Whether the bill adequately allows for voluntary compliance.
- 12 (5) This section is not intended to modify standards established in 13 case law regarding the legislative delegation of rule-making authority.
- (6) Each state agency shall report to the appropriate standing committees of the legislature: (a) By December 1, 1994, on the mission and measurable goals defined under RCW 43.88.090(2); and (b) by December 1, 1995, on the program objectives established under RCW 43.88.090(3).
- 19 **Sec. 2.** RCW 34.05.370 and 1988 c 288 s 313 are each amended to 20 read as follows:
- (1) Each agency shall maintain an official rule-making file for each rule that it (a) proposes by publication in the state register, or (b) adopts. The file and materials incorporated by reference shall be available for public inspection.
  - (2) The agency rule-making file shall contain all of the following:
- 26 (a) Copies of all publications in the state register with respect 27 to the rule or the proceeding upon which the rule is based;
- (b) Copies of any portions of the agency's public rule-making docket containing entries relating to the rule or the proceeding on which the rule is based;
- 31 (c) All written petitions, requests, submissions, and comments 32 received by the agency and all other written material regarded by the 33 agency as important to adoption of the rule or the proceeding on which 34 the rule is based;
- 35 (d) Any official transcript of oral presentations made in the 36 proceeding on which the rule is based or, if not transcribed, any tape 37 recording or stenographic record of them, and any memorandum prepared

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- 1 by a presiding official summarizing the contents of those 2 presentations;
  - (e) The concise explanatory statement required by RCW 34.05.355;
- 4 (f) All petitions for exceptions to, amendment of, or repeal or 5 suspension of, the rule; ((and))
  - (g) Any other material placed in the file by the agency; and
- 7 (h) The written description of the agency's consideration of rule-8 making criteria required by section 4 of this act.
- 9 (3) Internal agency documents are exempt from inclusion in the rule-making file under subsection (2) of this section to the extent they constitute preliminary drafts, notes, recommendations, and intra12 agency memoranda in which opinions are expressed or policies formulated or recommended, except that a specific document is not exempt from inclusion when it is publicly cited by an agency in connection with its decision.
- (4) Upon judicial review, the file required by this section constitutes the official agency rule-making file with respect to that rule. Unless otherwise required by another provision of law, the official agency rule-making file need not be the exclusive basis for agency action on that rule.
- 21 **Sec. 3.** RCW 34.05.350 and 1989 c 175 s 10 are each amended to read 22 as follows:
- 23 (1) If an agency for good cause finds:
- (a) That immediate adoption, amendment, or repeal of a rule is necessary for the preservation of the public health, safety, or general welfare, and that observing the time requirements of notice and opportunity to comment upon adoption of a permanent rule would be contrary to the public interest; or
- 29 (b) That state or federal law or federal rule or a federal deadline 30 for state receipt of federal funds requires immediate adoption of a 31 rule,
- 32 the agency may dispense with those requirements and adopt, amend, or
- repeal the rule on an emergency basis. The agency's finding and a concise statement of the reasons for its finding shall be incorporated
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- 35 in the order for adoption of the emergency rule or amendment filed with
- 36 the office of the code reviser under RCW 34.05.380 and with the rules

37 review committee.

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- (2) An emergency rule adopted under this section takes effect upon 1 filing with the code reviser, unless a later date is specified in the 2 order of adoption, and may not remain in effect for longer than one 3 4 hundred twenty days after filing. Identical or substantially similar emergency rules may not be adopted in sequence unless conditions have 5 changed or the agency has filed notice of its intent to adopt the rule 6 7 as a permanent rule, and is actively undertaking the appropriate 8 procedures to adopt the rule as a permanent rule. This section does 9 not relieve any agency from compliance with any law requiring that its 10 permanent rules be approved by designated persons or bodies before they become effective. 11
- 12 (3) The governor, in cooperation with the attorney general, shall
  13 ensure compliance with emergency rule-making requirements of this
  14 section.
- NEW SECTION. **Sec. 4.** A new section is added to chapter 34.05 RCW to read as follows:
- 17 (1) Before adopting a rule, the agency shall consider the following 18 criteria:
- 19 (a) The statutory authority for adoption of the rule;
- 20 (b) The need for the rule and consistency of the rule with the 21 agency's mission, goals, and program objectives established under RCW 22 43.88.090;
- (c) The economic and environmental consequences of adopting the rule or failing to adopt the rule, including the agency's compliance with chapters 19.85, 43.21C, and 43.21H RCW;
- 26 (d) The consistency of the rule in relation to other statutes and 27 state agency rules;
- (e) Alternative rule language or alternatives to adopting the rule, including the no action alternative, that may achieve the same purpose at less cost;
- 31 (f) The reasons for any differences between rules adopted by the 32 federal government on the same subject, and the costs and benefits that 33 may result from such differences;
- 34 (g) The reasons for any differences in the applicability of the 35 rule to public and private entities; and
- 36 (h) Whether the rule can be evaluated to determine if it achieves 37 the purpose for which it is intended.

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- The agency shall prepare a written description of its 1 consideration of the criteria specified in subsection (1) of this 2 section, unless the rule deals only with seasons, catch or bag limits, 3 4 or geographical areas for fishing or shellfish removal. description shall be part of the official rule-making file for the 5 Failure to comply with the procedural requirements of this 6 7 section is subject to judicial review. However, the adequacy or 8 accuracy of the agency's consideration of the criteria, or written description thereof, is not subject to judicial review. 9
- 10 **Sec. 5.** RCW 34.05.330 and 1988 c 288 s 305 are each amended to 11 read as follows:
- (1) Any person may petition an agency requesting the adoption, amendment, or repeal of any rule. Each agency may prescribe by rule the form for such petitions and the procedure for their submission, consideration, and disposition. Within sixty days after submission of a petition, the agency shall (1) either deny the petition in writing, stating its reasons for the denial, or (2) initiate rule-making proceedings in accordance with this chapter.
- (2) If an agency denies a petition to repeal or amend a rule under this section, the petitioner may, within thirty days of the denial, appeal to the governor. Within sixty days of receipt of the petition, the governor shall either reject the appeal in writing, stating reasons for the rejection, or order the agency to initiate rule-making proceedings in accordance with this chapter.
- 25 **Sec. 6.** RCW 34.05.355 and 1988 c 288 s 310 are each amended to 26 read as follows:
- 27 (1) At the time it files an adopted rule with the code reviser or 28 within thirty days thereafter, an agency shall place into the rulemaking file maintained under RCW 34.05.370 a concise explanatory 29 statement about the rule, identifying (a) the agency's reasons for 30 adopting the rule, ((and)) (b) a description of any difference between 31 32 the text of the proposed rule as published in the register and the text 33 of the rule as adopted, other than editing changes, stating the reasons for change, and (c) a written summary of the agency's responses to 34 35 comments or categories of comments received on the proposed rule.
- 36 (2) Upon the request of any interested person within thirty days 37 after adoption of a rule, the agency shall ((issue a concise statement

- 1 of the principal reasons for overruling the considerations urged
- 2 against its adoption)) provide a copy of the concise explanatory
- 3 statement to any person who has requested a copy or who has commented
- 4 on the proposed rule.
- 5 **Sec. 7.** RCW 19.85.030 and 1989 c 374 s 2 and 1989 c 175 s 72 are 6 each reenacted and amended to read as follows:
- 7 In the adoption of any rule pursuant to RCW 34.05.320 that will
- 8 have an economic impact on more than twenty percent of all industries,
- 9 or more than ten percent of any one industry, the adopting agency:
- 10 (1) Shall reduce the economic impact of the rule on small business
- 11 by doing one or more of the following when it is legal and feasible in
- 12 meeting the stated objective of the statutes which are the basis of the
- 13 proposed rule:
- 14 (a) Establish differing compliance or reporting requirements or
- 15 timetables for small businesses;
- 16 (b) Clarify, consolidate, or simplify the compliance and reporting
- 17 requirements under the rule for small businesses;
- 18 (c) Establish performance rather than design standards;
- 19 (d) Exempt small businesses from any or all requirements of the
- 20 rule; <u>and</u>
- 21 (e) Other mitigation techniques.
- 22 (2) <u>Before filing notice of a proposed rule</u>, shall prepare a small
- 23 business economic impact statement in accordance with RCW 19.85.040 and
- 24 file such statement with the code reviser along with the notice
- 25 required under RCW 34.05.320;
- 26 (3) May request assistance from the business assistance center in
- 27 the preparation of the small business economic impact statement.
- 28 **Sec. 8.** RCW 19.85.020 and 1993 c 280 s 34 are each amended to read
- 29 as follows:
- 30 Unless the context clearly indicates otherwise, the definitions in
- 31 this section apply through this chapter.
- 32 (1) "Small business" means any business entity, including a sole
- 33 proprietorship, corporation, partnership, or other legal entity, that
- 34 is owned and operated independently from all other businesses, that has
- 35 the purpose of making a profit, and that has fifty or fewer employees.

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- 1 (2) "Small business economic impact statement" means a statement 2 meeting the requirements of RCW 19.85.040 prepared by a state agency 3 pursuant to RCW 19.85.030.
- 4 (3) "Industry" means all of the businesses in this state in any one 5 ((three-digit)) four-digit standard industrial classification as 6 published by the United States department of commerce. However, if the 7 four-digit standard industrial classification would result in the 8 release of data that would violate state confidentiality provisions, 9 "industry" means all businesses in a three-digit standard industrial classification.
- 11 **Sec. 9.** RCW 19.85.040 and 1989 c 374 s 3 and 1989 c 175 s 73 are 12 each reenacted and amended to read as follows:
- 13 (1) A small business economic impact statement must include:
- (a) A brief description of the reporting, recordkeeping, and other compliance requirements of the rule, and the kinds of professional services that a small business is likely to need in order to comply with such requirements((. A small business economic impact statement shall analyze,));
- 19 (b) An analysis based on existing data and any new data gathered by the agency, of the costs of compliance for businesses required to 20 comply with the provisions of a rule adopted pursuant to RCW 34.05.320, 21 of 22 including costs equipment, supplies, labor, and 23 administrative costs, and compare to the greatest extent possible the 24 cost of compliance for small business with the cost of compliance for 25 the ten percent of firms which are the largest businesses required to comply with the proposed new or amendatory rules; 26
- 27 (c) A summary of the mitigation options considered by the agency 28 and an explanation of each option not included in the rule.
- 29 (2) The small business economic impact statement shall use one or 30 more of the following as a basis for comparing costs:
- 31  $((\frac{1}{1}))$  (a) Cost per employee;
- $((\frac{2}{2}))$  (b) Cost per hour of labor; and
- 33 (((3))) (c) Cost per one hundred dollars of sales(( $\dot{\tau}$
- (4) Any combination of (1), (2), or (3)).
- 35 (3) Agencies are encouraged to use committees pursuant to RCW
- 36 <u>34.05.310</u> in analyzing the costs of compliance and identifying steps to
- 37 <u>be taken to minimize the cost impact on small business.</u>

Sec. 10. RCW 19.85.010 and 1982 c 6 s 1 are each amended to read as follows:

3 The legislature finds that small businesses in the state of 4 Washington have in the past been subjected to rules adopted by agencies, departments, and instrumentalities of the state government 5 which have placed a proportionately higher burden on the small business 6 7 community in Washington state. The legislature also finds that such proportionately higher burdens placed on small businesses have reduced 8 9 competition, reduced employment, reduced new employment opportunities, 10 reduced innovation, and threatened the very existence of some small businesses. Therefore, it is the intent of the legislature that rules 11 affecting the business community shall not place proportionately higher 12 13 burdens on small businesses. The legislature therefore enacts this Regulatory Fairness Act to minimize such proportionately higher impacts 14 15 of rules on small businesses in the future and reduce the economic 16 impact of state rules on small business.

17 **Sec. 11.** RCW 34.05.640 and 1993 c 277 s 2 are each amended to read 18 as follows:

- 19 (1) Within seven days of an agency hearing held after notification of the agency by the rules review committee pursuant to RCW 34.05.620 20 21 or 34.05.630, the affected agency shall notify the committee of its 22 action on a proposed or existing rule to which the committee objected 23 or on a committee finding of the agency's failure to adopt rules. If 24 the rules review committee determines, by a majority vote of its 25 members, that the agency has failed to provide for the required hearings or notice of its action to the committee, the committee may 26 27 file notice of its objections, together with a concise statement of the reasons therefor, with the code reviser within thirty days of such 28 29 determination.
- 30 (2) If the rules review committee finds, by a majority vote of its members: (a) That the proposed or existing rule in question has not 31 32 been modified, amended, withdrawn, or repealed by the agency so as to 33 conform with the intent of the legislature, or (b) that the agency is 34 using a policy statement, guideline, or issuance in place of a rule, or that the policy statement, guideline, or issuance is outside of the 35 36 legislative intent, the rules review committee may, within thirty days from notification by the agency of its action, file with the code 37 reviser notice of its objections together with a concise statement of 38

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- the reasons therefor. Such notice and statement shall also be provided to the agency by the rules review committee.
- 3 (3) If the rules review committee makes an adverse finding under 4 subsection (2) of this section, the committee may, by a ((two-thirds))
- 5 <u>majority</u> vote of its members, recommend suspension of an existing rule.
- 6 Within seven days of such vote the committee shall transmit to the
- 7 governor, the code reviser, and the agency written notice of its
- 8 objection and recommended suspension and the concise reasons therefor.
- 9 Within thirty days of receipt of the notice, the governor shall
- 10 transmit to the committee, the code reviser, and the agency written
- 11 approval or disapproval of the recommended suspension. If the
- 12 suspension is approved by the governor, it is effective from the date
- 13 of that approval and continues until ninety days after the expiration
- 14 of the next regular legislative session.
- 15 (4) If the governor disapproves the recommendation by the rules
- 16 review committee to suspend the rule, the transmittal of such decision,
- 17 along with the findings of the rules review committee, shall be treated
- 18 by the agency as a petition by the rules review committee to repeal the
- 19 rule pursuant to RCW 34.05.330. Within sixty days the agency shall
- 20 either commence appropriate rule repeal or rule amendment proceedings
- 21 or state in writing why the rule was adopted within the scope of the
- 22 <u>agency's statutory authority.</u>
- 23 <u>(5)</u> The code reviser shall publish transmittals from the rules
- 24 review committee or the governor issued pursuant to subsection (1),
- 25 (2), or (3) of this section in the Washington state register and shall
- 26 publish in the next supplement and compilation of the Washington
- 27 Administrative Code a reference to the committee's objection or
- 28 recommended suspension and the governor's action on it and to the issue
- 29 of the Washington state register in which the full text thereof
- 30 appears.
- 31 (((5))) (6) The reference shall be removed from a rule published in
- 32 the Washington Administrative Code if a subsequent adjudicatory
- 33 proceeding determines that the rule is within the intent of the
- 34 legislature or was adopted in accordance with all applicable laws,
- 35 whichever was the objection of the rules review committee.
- 36 <u>NEW SECTION.</u> **Sec. 12.** A new section is added to chapter 34.05 RCW
- 37 to read as follows:

- If the rules review committee by a vote of two-thirds of its members recommends to the governor that an existing rule be suspended, such recommendation shall establish a rebuttable presumption in any proceeding challenging the validity of the rule that such rule was adopted outside the scope of the authority of the agency adopting the rule.
- 7 **Sec. 13.** RCW 34.05.660 and 1988 c 288 s 606 are each amended to 8 read as follows:
- 9 Except as provided in section 12 of this act, it is the express 10 policy of the legislature that establishment of procedures for review 11 of administrative rules by the legislature and the notice of objection 12 required by RCW 34.05.630(2) and 34.05.640(2) in no way serves to 13 establish a presumption as to the legality or constitutionality of a 14 rule in any subsequent judicial proceedings interpreting such rules.
- 15 NEW SECTION. Sec. 14. The department of community, trade, and economic development shall develop a model standardized format for 16 17 reporting information that is commonly required from the public by 18 state and local government agencies for permits, licenses, approvals, and services. In the development of the format, the department shall 19 20 work in conjunction with representatives from state and local 21 government agencies and representatives of the business community.
- The department shall submit the standardized format together with recommendations for implementation to the legislature by December 31, 24 1994.
- NEW SECTION. **Sec. 15.** A new section is added to chapter 43.17 RCW to read as follows:
- (1) The governor shall, where appropriate, require state agencies with regulatory enforcement authority to designate one or more technical assistance representatives to coordinate voluntary compliance and provide technical assistance concerning compliance with the agency's laws and rules.
- 32 (2) An employee designated by an agency as a technical assistance 33 representative or as a member of a technical assistance unit may not, 34 during the period of the designation, have authority to issue orders or 35 assess penalties on behalf of the agency. Such an employee who 36 provides on-site consultation at an industrial or commercial facility

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and who observes violations of the law shall inform the owner or 1 operator of the facility of the violations and provide technical 2 assistance concerning compliance. On-site consultation visits by such 3 4 an employee may not be regarded as inspections or investigations and no 5 notices or citations may be issued or civil penalties assessed during such a visit. However, violations of the law must be reported to the 6 7 appropriate officers within the agency. If the owner or operator of 8 the facility does not correct the observed violations within a 9 reasonable time, the agency may reinspect the facility and take 10 appropriate enforcement action. Ιf a technical assistance representative or member of a technical assistance unit observes a 11 violation of the law that places a person in danger of death or 12 13 substantial bodily harm, is causing or is likely to cause significant environmental harm, or has caused or is likely to cause physical damage 14 15 to the property of others in an amount exceeding one thousand dollars, 16 the agency may initiate enforcement action immediately upon observing 17 the violation.

- 18 (3) The state, the agency, and officers or employees of the state 19 shall not be liable for damages to a person to the extent that 20 liability is asserted to arise from the performance by technical 21 assistance representatives of their duties, or if liability is asserted 22 to arise from the failure of the agency to supply technical assistance.
- 23 **Sec. 16.** RCW 36.70A.270 and 1991 sp.s. c 32 s 7 are each amended 24 to read as follows:
- Each growth ((planning)) management hearings board shall be governed by the following rules on conduct and procedure:
  - (1) Any board member may be removed for inefficiency, malfeasance, and misfeasance in office, under specific written charges filed by the governor. The governor shall transmit such written charges to the member accused and the chief justice of the supreme court. The chief justice shall thereupon designate a tribunal composed of three judges of the superior court to hear and adjudicate the charges. Removal of any member of a board by the tribunal shall disqualify such member for reappointment.
- 35 (2) Each board member shall receive reimbursement for travel 36 expenses incurred in the discharge of his or her duties in accordance 37 with RCW 43.03.050 and 43.03.060. If it is determined that the review 38 boards shall operate on a full-time basis, each member shall receive an

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- annual salary to be determined by the governor pursuant to RCW 1 43.03.040. If it is determined that a review board shall operate on a 2 part-time basis, each member shall receive compensation pursuant to RCW 3 4 43.03.250, provided such amount shall not exceed the amount that would be set if they were a full-time board member. The principal office of 5 each board shall be located by the governor within the jurisdictional 6 7 boundaries of each board. The boards shall operate on either a part-8 time or full-time basis, as determined by the governor.
- 9 (3) Each board member shall not: (a) Be a candidate for or hold 10 any other public office or trust; (b) engage in any occupation or 11 business interfering with or inconsistent with his or her duty as a 12 board member; and (c) for a period of one year after the termination of 13 his or her board membership, act in a representative capacity before 14 the board on any matter.

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- (4) A majority of each board shall constitute a quorum for making orders or decisions, adopting rules necessary for the conduct of its powers and duties, or transacting other official business, and may act even though one position of the board is vacant. One or more members may hold hearings and take testimony to be reported for action by the board when authorized by rule or order of the board. The board shall perform all the powers and duties specified in this chapter or as otherwise provided by law.
- (5) The board may ((also)) appoint ((as its authorized agents)) one or more hearing examiners ((to assist the board in the performance of its hearing function pursuant to the authority contained in)) pursuant to the administrative procedure act, chapter 34.05 RCW, to make conclusions of law and findings of fact and, if requested by the board, issue written decisions in cases before the board. Such hearing examiners must have demonstrated knowledge of land use planning and law. In appointing hearing examiners, the board is exempt from the requirements of chapter 34.12 RCW. The boards shall specify in their joint rules of practice and procedure, as required by subsection (7) of this section, the procedure and criteria to be employed in selecting hearing examiners. Hearing examiners selected by a board shall meet the requirements of subsection (3) of this section. If authorized by the boards' joint rules of practice and procedure, and if the board so provides in its appointment of a hearing examiner, the findings, conclusions, and decision of the hearing examiner shall be deemed the final order of the board and shall be effective upon receipt by the

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- board and filing at the board's principal office. Otherwise, the 1 conclusions, findings, and decision of the hearing examiner shall not 2 become final until they have been ((formally)) approved by the board 3 4 pursuant to a process developed by the boards in their joint rules of practice and procedure and consistent with RCW 34.05.464. This 5 authorization to use hearing examiners does not waive the requirement 6 7 of RCW 36.70A.300 that final orders be issued within one hundred eighty days of board receipt of a petition. ((Such hearing examiners must 8 9 have demonstrated knowledge of land use planning and law. The board 10 shall perform all the powers and duties specified in this chapter or as otherwise provided by law. 11
  - (5)) (6) Except as provided in subsection (5) of this section, each board shall make findings of fact and prepare a written decision in each case decided by it, and such findings and decision shall be effective upon being signed by two or more members of the board and upon being filed at the board's principal office, and shall be open for public inspection at all reasonable times.
- $((\frac{6}{1}))$  (7) All proceedings before the board  $(\frac{6}{1})$ , any of its 18 19 members, or a hearing examiner appointed by the board shall be conducted in accordance with such administrative rules of practice and 20 procedure as the boards jointly prescribe. All three boards shall 21 jointly meet to develop and adopt joint rules of practice and 22 23 procedure, including rules regarding expeditious and 24 disposition of appeals. The boards shall publish such rules and for the reasonable distribution of the rules. 25 The 26 administrative procedure act, chapter 34.05 RCW, shall govern the 27 administrative rules of practice and procedure adopted by the boards.  $((\frac{7}{1}))$  (8) The members of the boards shall meet jointly on at
- $((\frac{7}{1}))$  (8) The members of the boards shall meet jointly on at least an annual basis with the objective of sharing information that promotes the goals and purposes of this chapter.
- 31 **Sec. 17.** RCW 36.70A.290 and 1991 sp.s. c 32 s 10 are each amended 32 to read as follows:
- (1) All requests for review to a growth ((planning)) management hearings board shall be initiated by filing a petition that includes a detailed statement of issues presented for resolution by the board.
- 36 (2) All petitions relating to whether or not an adopted 37 comprehensive plan, development regulation, or permanent amendment 38 thereto, is in compliance with the goals and requirements of this

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- chapter or chapter 43.21C RCW must be filed within sixty days after 1 publication by the legislative bodies of the county or city. The date 2 of publication for a city shall be the date the city publishes the 3 ordinance, or summary of the ordinance, adopting the comprehensive plan 4 5 or development regulations, or amendment thereto, as is required to be published. Promptly after adoption, a county shall publish a notice 6 7 that it has adopted the comprehensive plan or development regulations, 8 or amendment thereto. The date of publication for a county shall be 9 the date the county publishes the notice that it has adopted the 10 comprehensive plan or development regulations, or amendment thereto.
- (3) Unless the board dismisses the petition as frivolous or finds 11 12 that the person filing the petition lacks standing, the board shall, 13 within ten days of receipt of the petition, set a time for hearing the 14 matter.
- 15 (4) The board shall base its decision on the record developed by the city, county, or the state and supplemented with additional 16 17 evidence if the board determines that such additional evidence would be necessary or of substantial assistance to the board in reaching its 18 19 decision.
- 20 (5) The board, shall consolidate, when appropriate, all petitions involving the review of the same comprehensive plan or the same 21 22 development regulation or regulations.
- 23 Sec. 18. RCW 36.70A.300 and 1991 sp.s. c 32 s 11 are each amended 24 to read as follows:

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(1) The board shall issue a final order within one hundred eighty days of receipt of the petition for review, or, when multiple petitions are filed, within one hundred eighty days of receipt of the last petition that is consolidated. Such a final order shall be based exclusively on whether or not a state agency, county, or city is in compliance with the requirements of this chapter, or chapter 43.21C RCW as it relates to plans, regulations, and amendments thereto, adopted under RCW 36.70A.040. In the final order, the board shall either: (a) Find that the state agency, county, or city is in compliance with the requirements of this chapter; or (b) find that the state agency, county, or city is not in compliance with the requirements of this chapter, in which case the board shall remand the matter to the affected state agency, county, or city and specify a reasonable time 37

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- 1 not in excess of one hundred eighty days within which the state agency, 2 county, or city shall comply with the requirements of this chapter.
- (2) Any party aggrieved by a final decision of the hearings board 3 4 may appeal the decision ((to Thurston county superior court)) within thirty days of the final order of the board. If the appeal is from 5 board review of city or county action, appeal shall be to the division 6 7 of the court of appeals to which appeal would be proper under RCW 8 2.06.020 had the action been initiated in the superior court for the 9 county wherein the city or county whose plan, regulation, or amendment is being appealed is located. Where appeal is from board review of 10 state agency action, appeal shall be to any division of the courts of 11
- 12 appeal to which appeal would be proper under RCW 2.06.020 had the
- 13 <u>action been initiated under RCW 34.05.514.</u>
- NEW SECTION. **Sec. 19.** A new section is added to chapter 36.70A RCW to read as follows:
- Development regulations adopted pursuant to RCW 36.70A.040 shall provide a timely and predictable process to determine whether a completed development permit application meets the requirements of those development regulations. Such development regulations shall specify the contents of a completed development permit application for purposes of satisfying the requirements of this section.
- NEW SECTION. **Sec. 20.** A new section is added to chapter 36.70A RCW to read as follows:
- Each city and county planning under RCW 36.70A.040 shall, within thirty days of receiving a development permit application as defined in RCW 36.70A.030, mail a written notice to the applicant, stating either:
- 27 That the application is complete; or that the application is incomplete 28 and what is necessary to make the application complete.
- 29 **Sec. 21.** RCW 36.70A.030 and 1990 1st ex.s. c 17 s 3 are each 30 amended to read as follows:
- 31 Unless the context clearly requires otherwise, the definitions in 32 this section apply throughout this chapter.
- 33 (1) "Adopt a comprehensive land use plan" means to enact a new 34 comprehensive land use plan or to update an existing comprehensive land 35 use plan.

- 1 (2) "Agricultural land" means land primarily devoted to the 2 commercial production of horticultural, viticultural, floricultural, 3 dairy, apiary, vegetable, or animal products or of berries, grain, hay, 4 straw, turf, seed, Christmas trees not subject to the excise tax 5 imposed by RCW 84.33.100 through 84.33.140, or livestock, and that has 6 long-term commercial significance for agricultural production.
  - (3) "City" means any city or town, including a code city.

- 8 (4) "Comprehensive land use plan," "comprehensive plan," or "plan" 9 means a generalized coordinated land use policy statement of the 10 governing body of a county or city that is adopted pursuant to this 11 chapter.
- (5) "Critical areas" include the following areas and ecosystems:
  (a) Wetlands; (b) areas with a critical recharging effect on aquifers
  used for potable water; (c) fish and wildlife habitat conservation
  areas; (d) frequently flooded areas; and (e) geologically hazardous
  areas.
- 17 (6) "Department" means the department of community, trade, and 18 economic development.
- 19 (7) "Development permit application" means any application that must be submitted to a city or county for administrative approval 20 before the development or change in use of property within that city or 21 county, including, but not limited to, application for a conditional 22 use permit, application for subdivision approval, application for 23 24 binding site plan approval, application for a zoning permit, application for planned unit development approval, and application for 25 26 a building permit, but does not include applications for quasi-judicial or legislative acts such as rezones and alterations of the 27 comprehensive plan. 28
- 29 (8) "Development regulations" means any controls placed on 30 development or land use activities by a county or city, including, but 31 not limited to, zoning ordinances, official controls, planned unit 32 development ordinances, subdivision ordinances, and binding site plan 33 ordinances.
- ((<del>(8)</del>)) <u>(9)</u> "Forest land" means land primarily useful for growing trees, including Christmas trees subject to the excise tax imposed under RCW 84.33.100 through 84.33.140, for commercial purposes, and that has long-term commercial significance for growing trees commercially.

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- 1 ((+9)) (10) "Geologically hazardous areas" means areas that 2 because of their susceptibility to erosion, sliding, earthquake, or 3 other geological events, are not suited to the siting of commercial, 4 residential, or industrial development consistent with public health or 5 safety concerns.
- 6 ((\(\frac{(10)}{10}\))) (11) "Long-term commercial significance" includes the
  7 growing capacity, productivity, and soil composition of the land for
  8 long-term commercial production, in consideration with the land's
  9 proximity to population areas, and the possibility of more intense uses
  10 of the land.
- 11  $((\frac{11}{11}))$  <u>(12)</u> "Minerals" include gravel, sand, and valuable 12 metallic substances.
- ((\(\frac{(12)}{12}\))) (13) "Public facilities" include streets, roads, highways, sidewalks, street and road lighting systems, traffic signals, domestic water systems, storm and sanitary sewer systems, parks and recreational facilities, and schools.
- $((\frac{(13)}{(13)}))$   $\underline{(14)}$  "Public services" include fire protection and suppression, law enforcement, public health, education, recreation, environmental protection, and other governmental services.
  - ((\(\frac{(14+)}{)}\)) (15) "Urban growth" refers to growth that makes intensive use of land for the location of buildings, structures, and impermeable surfaces to such a degree as to be incompatible with the primary use of such land for the production of food, other agricultural products, or fiber, or the extraction of mineral resources. When allowed to spread over wide areas, urban growth typically requires urban governmental services. "Characterized by urban growth" refers to land having urban growth located on it, or to land located in relationship to an area with urban growth on it as to be appropriate for urban growth.
- 29 (((15))) (16) "Urban growth areas" means those areas designated by 30 a county pursuant to RCW 36.70A.110.
- 31 ((<del>(16)</del>)) (<u>17)</u> "Urban governmental services" include those 32 governmental services historically and typically delivered by cities, 33 and include storm and sanitary sewer systems, domestic water systems, 34 street cleaning services, fire and police protection services, public 35 transit services, and other public utilities associated with urban 36 areas and normally not associated with nonurban areas.
- $((\frac{17}{17}))$  (18) "Wetland" or "wetlands" means areas that are inundated or saturated by surface water or ground water at a frequency and duration sufficient to support, and that under normal circumstances

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- 1 do support, a prevalence of vegetation typically adapted for life in
- 2 saturated soil conditions. Wetlands generally include swamps, marshes,
- 3 bogs, and similar areas. Wetlands do not include those artificial
- 4 wetlands intentionally created from nonwetland sites, including, but
- 5 not limited to, irrigation and drainage ditches, grass-lined swales,
- 6 canals, detention facilities, wastewater treatment facilities, farm
- 7 ponds, and landscape amenities. However, wetlands may include those
- 8 artificial wetlands intentionally created from nonwetland areas created
- 9 to mitigate conversion of wetlands, if permitted by the county or city.
- 10 **Sec. 22.** RCW 58.17.330 and 1977 ex.s. c 213 s 4 are each amended 11 to read as follows:
- 12 As an alternative to those provisions of this chapter requiring a
- 13 planning commission to hear and issue recommendations for plat
- 14 approval, the county or city legislative body may adopt a hearing
- 15 examiner system and shall specify by ordinance the legal effect of the
- 16 decisions made by the examiner. Except for appeals of procedural
- 17 <u>determinations made under the state environmental policy act, which</u>
- 18 shall be in accordance with RCW 43.21C.075(3)(a), the legal effect of
- 19 such decisions shall include one of the following:
- 20 (1) The decision may be given the effect of a recommendation to the
- 21 legislative body;
- 22 (2) The decision may be given the effect of an administrative
- 23 decision appealable within a specified time limit to the legislative
- 24 body.
- 25 The legislative authority shall prescribe procedures to be followed by
- 26 a hearing examiner.
- 27 Each final decision of a hearing examiner shall be in writing and
- 28 shall include findings and conclusions, based on the record, to support
- 29 the decision. Each final decision of a hearing examiner, unless a
- 30 longer period is mutually agreed to by the applicant and the hearing
- 31 examiner, shall be rendered within ten working days following
- 32 conclusion of all testimony and hearings.
- 33 Sec. 23. RCW 35A.63.170 and 1977 ex.s. c 213 s 2 are each amended
- 34 to read as follows:
- 35 As an alternative to those provisions of this chapter relating to
- 36 powers or duties of the planning commission to hear and report on any
- 37 proposal to amend a zoning ordinance, the legislative body of a city

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may adopt a hearing examiner system under which a hearing examiner or 2 hearing examiners may hear and decide applications for amending the zoning ordinance when the amendment which is applied for is not of 3 4 general applicability. In addition, the legislative body may vest in 5 a hearing examiner the power to hear and decide applications for conditional uses, variances or any other class of applications for or 6 pertaining to land uses which the legislative body believes should be 7 8 reviewed and decided by a hearing examiner. The legislative body shall prescribe procedures to be followed by a hearing examiner. 9 10 legislative authority vests in a hearing examiner the authority to hear and decide variances, then the provisions of RCW 35A.63.110 shall not 11 12 apply to the city.

Each city legislative body electing to use a hearing examiner pursuant to this section shall by ordinance specify the legal effect of the decisions made by the examiner. Except for appeals of procedural determinations made under the state environmental policy act, which shall be in accordance with RCW 43.21C.075(3)(a), the legal effect of such decisions may vary for the different classes of applications decided by the examiner but shall include one of the following:

- 20 (1) The decision may be given the effect of a recommendation to the 21 legislative body;
- (2) The decision may be given the effect of an administrative decision appealable within a specified time limit to the legislative body.

Each final decision of a hearing examiner shall be in writing and shall include findings and conclusions, based on the record, to support the decision. Such findings and conclusions shall also set forth the manner in which the decision would carry out and conform to the city's comprehensive plan and the city's development regulations. Each final decision of a hearing examiner, unless a longer period is mutually agreed to in writing by the applicant and the hearing examiner, shall be rendered within ten working days following conclusion of all testimony and hearings.

- 34 **Sec. 24.** RCW 43.21C.075 and 1983 c 117 s 4 are each amended to 35 read as follows:
- 36 (1) Because a major purpose of this chapter is to combine 37 environmental considerations with public decisions, any appeal brought 38 under this chapter shall be linked to a specific governmental action.

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- The <u>state environmental policy act</u> provides a basis for challenging whether governmental action is in compliance with the substantive and procedural provisions of this chapter. The <u>state environmental policy act</u> is not intended to create a cause of action unrelated to a specific governmental action.
  - (2) Unless otherwise provided by this section:

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- 7 (a) Appeals under this chapter shall be of the governmental action 8 together with its accompanying environmental determinations.
- 9 (b) Appeals of environmental determinations made (or lacking) under 10 this chapter shall be commenced within the time required to appeal the 11 governmental action which is subject to environmental review.
- 12 (3) If an agency has a procedure for appeals of agency 13 environmental determinations made under this chapter, such procedure:
- 14 (a) Shall not allow more than one agency appeal proceeding on a adequacy of a 15 procedural determination (the determination 16 significance/nonsignificance or of a final environmental impact 17 statement)((, consistent with any state statutory requirements for appeals to local legislative bodies)). If a county, city, town, 18 19 municipal corporation, or quasi-municipal corporation uses a hearing examiner, any appeal of the hearing examiner's decision shall be made 20 to superior court. The appeal proceeding on a determination of 21 significance/nonsignificance may occur before the agency's final 22 23 decision on a proposed action. Such an appeal shall also be allowed 24 for a determination of significance/nonsignificance which may be issued 25 by the agency after supplemental review;
  - (b) Shall consolidate appeal of procedural issues and of substantive determinations made under this chapter (such as a decision to require particular mitigation measures or to deny a proposal) by providing for simultaneous appeal of an agency decision on a proposal and any environmental determinations made under this chapter, with the exception of the threshold determination appeal as provided in (a) of this subsection or an appeal to the local legislative authority under RCW 43.21C.060 or other applicable state statutes;
  - (c) Shall provide for the preparation of a record for use in any subsequent appeal proceedings, and shall provide for any subsequent appeal proceedings to be conducted on the record, consistent with other applicable law. An adequate record consists of findings and conclusions, testimony under oath, and taped or written transcript. An

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- 1 electronically recorded transcript will suffice for purposes of review
  2 under this paragraph; and
- 3 (d) Shall provide that procedural determinations made by the 4 responsible official shall be entitled to substantial weight.

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- (4) If a person aggrieved by an agency action has the right to judicial appeal and if an agency has an appeal procedure, such person shall, prior to seeking any judicial review, use such procedure if any such procedure is available, unless expressly provided otherwise by state statute.
- 10 (5) RCW 43.21C.080 establishes an optional "notice of action" procedure which, if used, imposes a time period for appealing decisions 11 under this chapter. Some statutes and ordinances contain time periods 12 13 for challenging governmental actions which are subject to review under this chapter, such as various local land use approvals (the "underlying 14 governmental action"). This section does not modify any such time 15 16 This section governs when a judicial appeal must be brought under this chapter where a "notice of action" is used, and/or where 17 there is another time period which is required by statute or ordinance 18 19 for challenging the underlying governmental action. 20 subsection, the term "appeal" refers to a judicial appeal only.
  - (a) If there is a time period for appealing the underlying governmental action, appeals under this chapter shall be commenced within thirty days. The agency shall give official notice stating the date and place for commencing an appeal. If there is an agency proceeding under subsection (3) of this section, the appellant shall, prior to commencing a judicial appeal, submit to the responsible official a notice of intent to commence a judicial appeal. This notice of intent shall be given within the time period for commencing a judicial appeal on the underlying governmental action.
- 30 (b) A notice of action under RCW 43.21C.080 may be used. If a notice of action is used, judicial appeals shall be commenced within 32 the time period specified by RCW 43.21C.080, unless there is a time 33 period for appealing the underlying governmental action in which case 34 (a) of this subsection shall apply.
- 35 (c) Notwithstanding RCW 43.21C.080(1), if there is a time period 36 for appealing the underlying governmental action, a notice of action 37 may be published within such time period.

- 1 (6)(a) Judicial review of an appeal decision made by an agency 2 under RCW 43.21C.075(5) shall be on the record, consistent with other 3 applicable law.
- 4 (b) A taped or written transcript may be used. If a taped transcript is to be reviewed, a record shall identify the location on 5 the taped transcript of testimony and evidence to be reviewed. Parties 6 7 are encouraged to designate only those portions of the testimony 8 necessary to present the issues raised on review, but if a party 9 alleges that a finding of fact is not supported by evidence, the party 10 should include in the record all evidence relevant to the disputed finding. Any other party may designate additional portions of the 11 12 taped transcript relating to issues raised on review. A party may 13 provide a written transcript of portions of the testimony at the party's own expense or apply to that court for an order requiring the 14 15 party seeking review to pay for additional portions of the written 16 transcript.
- 17 (c) Judicial review under this chapter shall without exception be 18 of the governmental action together with its accompanying environmental 19 determinations.

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- (7) Jurisdiction over the review of determinations under this chapter in an appeal before an agency or superior court shall upon consent of the parties be transferred in whole or part to the shorelines hearings board. The shorelines hearings board shall hear the matter and sign the final order expeditiously. The superior court shall certify the final order of the shorelines hearings board and said certified final order may only be appealed to an appellate court.
- 27 (8) For purposes of this section and RCW 43.21C.080, the words 28 "action", "decision", and "determination" mean substantive agency action including any accompanying procedural determinations under this 29 30 chapter (except where the word "action" means "appeal" in RCW 43.21C.080(2) and (3)). The word "action" in this section and RCW 31 43.21C.080 does not mean a procedural determination by itself made 32 33 under this chapter. The word "determination" includes environmental document required by this chapter and state or local 34 35 implementing rules. The word "agency" refers to any state or local unit of government. The word "appeal" refers to administrative, 36 37 legislative, or judicial appeals.
- 38 (9) The court in its discretion may award reasonable attorney's 39 fees of up to one thousand dollars in the aggregate to the prevailing

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- party, including a governmental agency, on issues arising out of this
- 2 chapter if the court makes specific findings that the legal position of
- a party is frivolous and without reasonable basis. 3

4 Sec. 25. RCW 35.63.130 and 1977 ex.s. c 213 s 1 are each amended to read as follows: 5

As an alternative to those provisions of this chapter relating to 6 7 powers or duties of the planning commission to hear and report on any proposal to amend a zoning ordinance, the legislative body of a city or 8 9 county may adopt a hearing examiner system under which a hearing examiner or hearing examiners may hear and decide applications for 10 amending the zoning ordinance when the amendment which is applied for 11 is not of general applicability. In addition, the legislative body may 12 vest in a hearing examiner the power to hear and decide applications 13 14 for conditional uses, variances, or any other class of applications for 15 or pertaining to land uses which the legislative body believes should be reviewed and decided by a hearing examiner. The legislative body 16 shall prescribe procedures to be followed by the hearing examiner. 17

Each city or county legislative body electing to use a hearing examiner pursuant to this section shall by ordinance specify the legal effect of the decisions made by the examiner. Except for appeals of procedural determinations made under the state environmental policy act, which shall be in accordance with RCW 43.21C.075(3)(a), the legal effect of such decisions may vary for the different classes of applications decided by the examiner but shall include one of the following:

- (1) The decision may be given the effect of a recommendation to the 27 legislative body;
- (2) The decision may be given the effect of an administrative 28 29 decision appealable within a specified time limit to the legislative 30 body.

Each final decision of a hearing examiner shall be in writing and 31 shall include findings and conclusions, based on the record, to support 32 33 the decision. Such findings and conclusions shall also set forth the 34 manner in which the decision would carry out and conform to the city's or county's comprehensive plan and the city's or county's development 35 36 regulations. Each final decision of a hearing examiner, unless a longer period is mutually agreed to in writing by the applicant and the 37

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- hearing examiner, shall be rendered within ten working days following
- 2 conclusion of all testimony and hearings.

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3 Sec. 26. RCW 36.70.970 and 1977 ex.s. c 213 s 3 are each amended 4 to read as follows:

As an alternative to those provisions of this chapter relating to 5 powers or duties of the planning commission to hear and issue 6 7 recommendations on applications for plat approval and applications for amendments to the zoning ordinance, the county legislative authority 8 9 may adopt a hearing examiner system under which a hearing examiner or hearing examiners may hear and issue decisions on proposals for plat 10 approval and for amendments to the zoning ordinance when the amendment 11 12 which is applied for is not of general applicability. In addition, the legislative authority may vest in a hearing examiner the power to hear 13 14 and decide conditional use applications, variance applications, 15 applications for shoreline permits or any other class of applications 16 for or pertaining to land uses. The legislative authority shall prescribe procedures to be followed by a hearing examiner. 17

18 Any county which vests in a hearing examiner the authority to hear 19 and decide conditional uses and variances shall not be required to have a zoning adjuster or board of adjustment. 20

Each county legislative authority electing to use a hearing examiner pursuant to this section shall by ordinance specify the legal effect of the decisions made by the examiner. Except for appeals of procedural determinations made under the state environmental policy act, which shall be in accordance with RCW 43.21C.075(3)(a), such legal effect may vary for the different classes of applications decided by the examiner but shall include one of the following:

- (1) The decision may be given the effect of a recommendation to the 28 29 legislative authority;
- 30 (2) The decision may be given the effect of an administrative decision appealable within a specified time limit to the legislative 31 32 authority.

Each final decision of a hearing examiner shall be in writing and shall include findings and conclusions, based on the record, to support the decision. Such findings and conclusions shall also set forth the manner in which the decision would carry out and conform to the 37 county's comprehensive plan and the county's development regulations. 38 Each final decision of a hearing examiner, unless a longer period is

- 1 mutually agreed to in writing by the applicant and the hearing
- 2 examiner, shall be rendered within ten working days following
- 3 conclusion of all testimony and hearings.
- 4 **Sec. 27.** RCW 70.105D.020 and 1989 c 2 s 2 are each amended to read 5 as follows:
- 6 (1) "Agreed order" means an order issued by the department under
- 7 this chapter with which the potentially liable person receiving the
- 8 order agrees to comply. An agreed order may be used to require any
- 9 remedial actions but it is not a settlement under RCW 70.105D.040(4)
- 10 and shall not contain a covenant not to sue, or provide protection from
- 11 claims for contribution, or provide eligibility for public funding of
- 12 remedial actions under RCW 70.105D.070(2)(d)(xi).
- 13 (2) "Department" means the department of ecology.
- 14  $((\frac{2}{2}))$  <u>(3)</u> "Director" means the director of ecology or the 15 director's designee.
- 16  $((\frac{3}{3}))$  (4) "Facility" means (a) any building, structure,
- 17 installation, equipment, pipe or pipeline (including any pipe into a
- 18 sewer or publicly owned treatment works), well, pit, pond, lagoon,
- 19 impoundment, ditch, landfill, storage container, motor vehicle, rolling
- 20 stock, vessel, or aircraft, or (b) any site or area where a hazardous
- 21 substance, other than a consumer product in consumer use, has been
- 22 deposited, stored, disposed of, or placed, or otherwise come to be
- 23 located.
- (((4))) (5) "Federal cleanup law" means the federal comprehensive
- 25 environmental response, compensation, and liability act of 1980, 42
- 26 U.S.C. Sec. 9601 et seq., as amended by Public Law 99-499.
- 27  $((\frac{5}{1}))$  (6) "Hazardous substance" means:
- 28 (a) Any dangerous or extremely hazardous waste as defined in RCW
- 29 70.105.010 (5) and (6), or any dangerous or extremely dangerous waste
- 30 designated by rule pursuant to chapter 70.105 RCW;
- 31 (b) Any hazardous substance as defined in RCW 70.105.010(14) or any
- 32 hazardous substance as defined by rule pursuant to chapter 70.105 RCW;
- 33 (c) Any substance that, on March 1, 1989, is a hazardous substance
- 34 under section 101(14) of the federal cleanup law, 42 U.S.C. Sec.
- 35 9601(14);
- 36 (d) Petroleum or petroleum products; and
- 37 (e) Any substance or category of substances, including solid waste
- 38 decomposition products, determined by the director by rule to present

a threat to human health or the environment if released into the 1 2 environment.

- The term hazardous substance does not include any of the following 3 4 when contained in an underground storage tank from which there is not a release: Crude oil or any fraction thereof or petroleum, if the tank is in compliance with all applicable federal, state, and local law.
  - $((\frac{6}{1}))$  <u>(7)</u> "Owner or operator" means:
- 8 (a) Any person with any ownership interest in the facility or who 9 exercises any control over the facility; or
- 10 (b) In the case of an abandoned facility, any person who had owned, 11 or operated, or exercised control over the facility any time before its 12 abandonment;
- 13 The term does not include:

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- (i) An agency of the state or unit of local government which 14 15 acquired ownership or control involuntarily through bankruptcy, tax 16 delinquency, abandonment, or circumstances in which the government involuntarily acquires title. This exclusion does not apply to an 17 agency of the state or unit of local government which has caused or 18 19 contributed to the release or threatened release of a hazardous 20 substance from the facility; or
- (ii) A person who, without participating in the management of a 21 22 facility, holds indicia of ownership primarily to protect the person's 23 security interest in the facility.
- 24  $((\frac{7}{1}))$  (8) "Person" means an individual, firm, corporation, 25 association, partnership, consortium, joint venture, commercial entity, 26 state government agency, unit of local government, federal government 27 agency, or Indian tribe.
  - $((\frac{8}{1}))$  <u>(9)</u> "Potentially liable person" means any person whom the department finds, based on credible evidence, to be liable under RCW 70.105D.040. The department shall give notice to any such person and allow an opportunity for comment before making the finding, unless an emergency requires otherwise.
- $((\frac{9}{10}))$  "Public notice" means, at a minimum, adequate notice 33 34 mailed to all persons who have made timely request of the department 35 and to persons residing in the potentially affected vicinity of the proposed action; mailed to appropriate news media; published in the 36 37 newspaper of largest circulation in the city or county of the proposed action; and opportunity for interested persons to comment. 38

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- 1 (((10))) (11) "Release" means any intentional or unintentional 2 entry of any hazardous substance into the environment, including but 3 not limited to the abandonment or disposal of containers of hazardous 4 substances.
- $((\frac{11}{11}))$  (12) "Remedy" or "remedial action" means any action or 5 expenditure consistent with the purposes of this chapter to identify, 6 7 eliminate, or minimize any threat or potential threat posed by 8 hazardous substances to human health or the environment including any 9 investigative and monitoring activities with respect to any release or 10 threatened release of a hazardous substance and any health assessments or health effects studies conducted in order to determine the risk or 11 potential risk to human health. 12
- 13 **Sec. 28.** RCW 70.105D.030 and 1989 c 2 s 3 are each amended to read 14 as follows:
- 15 (1) The department may exercise the following powers in addition to 16 any other powers granted by law:
- (a) Investigate, provide for investigating, or require potentially 17 18 liable persons to investigate any releases or threatened releases of 19 hazardous substances, including but not limited to inspecting, sampling, or testing to determine the nature or extent of any release 20 or threatened release. If there is a reasonable basis to believe that 21 a release or threatened release of a hazardous substance may exist, the 22 23 department's authorized employees, agents, or contractors may enter 24 upon any property and conduct investigations. The department shall 25 give reasonable notice before entering property unless an emergency prevents such notice. The department may by subpoena require the 26 attendance or testimony of witnesses and the production of documents or 27 other information that the department deems necessary; 28
- 29 (b) Conduct, provide for conducting, or require potentially liable persons to conduct remedial actions (including investigations under (a) 30 of this subsection) to remedy releases or threatened releases of 31 32 hazardous substances. In carrying out such powers, the department's authorized employees, agents, or contractors may enter upon property. 33 34 The department shall give reasonable notice before entering property unless an emergency prevents such notice. In conducting, providing for, 35 36 or requiring remedial action, the department shall give preference to permanent solutions to the maximum extent practicable and shall provide 37

- 1 for or require adequate monitoring to ensure the effectiveness of the 2 remedial action;
- 3 (c) Indemnify contractors retained by the department for carrying 4 out investigations and remedial actions, but not for any contractor's 5 reckless or wilful misconduct;
- 6 (d) Carry out all state programs authorized under the federal 7 cleanup law and the federal resource, conservation, and recovery act, 8 42 U.S.C. Sec. 6901 et seq., as amended;
- 9 (e) Classify substances as hazardous substances for purposes of RCW 10 70.105D.020(5) and classify substances and products as hazardous 11 substances for purposes of RCW 82.21.020(1); and
- (f) Take any other actions necessary to carry out the provisions of this chapter, including the power to adopt rules under chapter 34.05 RCW.
- 15 (2) The department shall immediately implement all provisions of 16 this chapter to the maximum extent practicable, including investigative 17 and remedial actions where appropriate. The department, within nine 18 months after March 1, 1989, shall adopt, and thereafter enforce, rules 19 under chapter 34.05 RCW to:

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- (a) Provide for public participation, including at least (i) the establishment of regional citizen's advisory committees, (ii) public notice of the development of investigative plans or remedial plans for releases or threatened releases, and (iii) concurrent public notice of all compliance orders, agreed orders, enforcement orders, or notices of violation;
  - (b) Establish a hazard ranking system for hazardous waste sites;
- (c) Establish reasonable deadlines not to exceed ninety days for initiating an investigation of a hazardous waste site after the department receives information that the site may pose a threat to human health or the environment and other reasonable deadlines for remedying releases or threatened releases at the site; and
  - (d) Publish and periodically update minimum cleanup standards for remedial actions at least as stringent as the cleanup standards under section 121 of the federal cleanup law, 42 U.S.C. Sec. 9621, and at least as stringent as all applicable state and federal laws, including health-based standards under state and federal law.
- 37 (3) Before November 1st of each even-numbered year, the department 38 shall develop, with public notice and hearing, and submit to the ways 39 and means and appropriate standing environmental committees of the

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- senate and house of representatives a ranked list of projects and 1 expenditures recommended for appropriation from both the state and 2 local toxics control accounts. The department shall also provide the 3 4 legislature and the public each year with an accounting of the 5 department's activities supported by appropriations from the state toxics control account, including a list of known hazardous waste sites 6 7 and their hazard rankings, actions taken and planned at each site, how 8 the department is meeting its top two management priorities under RCW 9 70.105.150, and all funds expended under this chapter.
- 10 (4) The department shall establish a scientific advisory board to render advice to the department with respect to the hazard ranking 11 system, cleanup standards, remedial actions, deadlines for remedial 12 actions, monitoring, the classification of substances as hazardous 13 substances for purposes of RCW 70.105D.020(5) and the classification of 14 substances or products as hazardous substances for purposes of RCW 15 82.21.020(1). The board shall consist of five independent members to 16 17 serve staggered three-year terms. No members may be employees of the Members shall be reimbursed for travel expenses as 18 department. 19 provided in RCW 43.03.050 and 43.03.060.
- 20 (5) The department shall establish a program to identify potential 21 hazardous waste sites and to encourage persons to provide information 22 about hazardous waste sites.
- 23 **Sec. 29.** RCW 70.105D.050 and 1989 c 2 s 5 are each amended to read 24 as follows:
- 25 (1) With respect to any release, or threatened release, for which 26 the department does not conduct or contract for conducting remedial 27 action and for which the department believes remedial action is in the public interest, the director shall issue orders or agreed orders 28 29 requiring potentially liable persons to provide the remedial action. Any liable person who refuses, without sufficient cause, to comply with 30 an order or agreed order of the director is liable in an action brought 31 by the attorney general for: 32
- 33 (a) Up to three times the amount of any costs incurred by the state 34 as a result of the party's refusal to comply; and
- 35 (b) A civil penalty of up to twenty-five thousand dollars for each 36 day the party refuses to comply.
- 37 The treble damages and civil penalty under this subsection apply to all 38 recovery actions filed on or after March 1, 1989.

- 1 (2) Any person who incurs costs complying with an order issued 2 under subsection (1) of this section may petition the department for 3 reimbursement of those costs. If the department refuses to grant 4 reimbursement, the person may within thirty days thereafter file suit 5 and recover costs by proving that he or she was not a liable person 6 under RCW 70.105D.040 and that the costs incurred were reasonable.
- 7 (3) The attorney general shall seek, by filing an action if 8 necessary, to recover the amounts spent by the department for 9 investigative and remedial actions ((and)), orders, and agreed orders, 10 including amounts spent prior to March 1, 1989.
- 11 (4) The attorney general may bring an action to secure such relief 12 as is necessary to protect human health and the environment under this 13 chapter.
- (5)(a) Any person may commence a civil action to compel the department to perform any nondiscretionary duty under this chapter. At least thirty days before commencing the action, the person must give notice of intent to sue, unless a substantial endangerment exists. The court may award attorneys' fees and other costs to the prevailing party in the action.
- 20 (b) Civil actions under this section and RCW 70.105D.060 may be 21 brought in the superior court of Thurston county or of the county in 22 which the release or threatened release exists.
- 23 **Sec. 30.** RCW 70.105D.060 and 1989 c 2 s 6 are each amended to read 24 as follows:
- 25 The department's investigative and remedial decisions under RCW 26 70.105D.030 and 70.105D.050 and its decisions regarding liable persons 27 RCW 70.105D.020(8) and 70.105D.040 shall be reviewable exclusively in superior court and only at the following times: (1) In 28 29 a cost recovery suit under RCW 70.105D.050(3); (2) in a suit by the department to enforce an order or an agreed order, or seek a civil 30 penalty under this chapter; (3) in a suit for reimbursement under RCW 31 32 70.105D.050(2); (4) in a suit by the department to compel investigative 33 or remedial action; and (5) in a citizen's suit under RCW 34 70.105D.050(5). The court shall uphold the department's actions unless they were arbitrary and capricious. 35
- NEW SECTION. Sec. 31. A new section is added to chapter 70.105D RCW to read as follows:

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A person conducting a remedial action at a facility under a consent 1 decree, order, or agreed order, and the department when it conducts a 2 remedial action, are exempt from the procedural requirements of 3 4 chapters 70.94, 70.95, 70.105, 75.20, 90.48, and 90.58 RCW, and the 5 procedural requirements of any laws requiring or authorizing local government permits or approvals for the remedial action. 6 7 exemption shall not apply if it would result in the loss of authority 8 delegated to the state by the federal government under the federal 9 resource conservation and recovery act, the federal clean water act, 10 the federal clean air act, or the federal coastal zone management act. 11 The department shall ensure compliance with the substantive provisions of chapters 70.94, 70.95, 70.105, 75.20, 90.48, and 90.58 RCW, and the 12 13 substantive provisions of any laws requiring or authorizing local government permits of approvals. The department shall establish 14 15 procedures for ensuring that such remedial actions comply with the 16 substantive requirements adopted pursuant to such laws, and shall 17 consult with the state agencies and local governments charged with implementing these laws. The procedures shall provide an opportunity 18 19 for comment by the public and by the state agencies and local 20 governments that would otherwise implement the laws referenced in this section. Nothing in this section is intended to prohibit implementing 21 22 agencies from charging a fee to the person conducting the remedial action to defray the costs of services rendered relating to the 23 24 substantive requirements for the remedial action.

NEW SECTION. **Sec. 32.** A new section is added to chapter 70.94 RCW to read as follows:

27 The procedural requirements of this chapter shall not apply to any person conducting a remedial action at a facility pursuant to a consent 28 29 decree, order, or agreed order issued pursuant to chapter 70.105D RCW, 30 or to the department of ecology when it conducts a remedial action under chapter 70.105D RCW. This exemption shall not apply if it would 31 result in the loss of authority delegated to the state by the federal 32 33 government under the federal clean air act. The department of ecology 34 shall ensure compliance with the substantive requirements of this chapter through the consent decree, order, or agreed order issued 35 36 pursuant to chapter 70.105D RCW, or during the department-conducted remedial action, through the procedures developed by the department 37 pursuant to section 31 of this act. 38

NEW SECTION. Sec. 33. A new section is added to chapter 70.95 RCW to read as follows:

3 The procedural requirements of this chapter shall not apply to any 4 person conducting a remedial action at a facility pursuant to a consent 5 decree, order, or agreed order issued pursuant to chapter 70.105D RCW, or to the department of ecology when it conducts a remedial action 6 7 under chapter 70.105D RCW. This exemption shall not apply if it would 8 result in the loss of authority delegated to the state by the federal 9 government under the federal resource conservation and recovery act. 10 The department of ecology shall ensure compliance with the substantive requirements of this chapter through the consent decree, order, or 11 agreed order issued pursuant to chapter 70.105D RCW, or during the 12 13 department-conducted remedial action, through the procedures developed by the department pursuant to section 31 of this act. 14

NEW SECTION. **Sec. 34.** A new section is added to chapter 70.105 RCW to read as follows:

17 The procedural requirements of this chapter shall not apply to any 18 person conducting a remedial action at a facility pursuant to a consent 19 decree, order, or agreed order issued pursuant to chapter 70.105D RCW, or to the department of ecology when it conducts a remedial action 20 under chapter 70.105D RCW. This exemption shall not apply if it would 21 result in the loss of authority delegated to the state by the federal 22 23 government under the federal resource conservation and recovery act. 24 The department of ecology shall ensure compliance with the substantive 25 requirements of this chapter through the consent decree, order, or agreed order issued pursuant to chapter 70.105D RCW, or during the 26 department-conducted remedial action, through the procedures developed 27 28 by the department pursuant to section 31 of this act.

NEW SECTION. **Sec. 35.** A new section is added to chapter 75.20 RCW to read as follows:

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The procedural requirements of this chapter shall not apply to any person conducting a remedial action at a facility pursuant to a consent decree, order, or agreed order issued pursuant to chapter 70.105D RCW, or to the department of ecology when it conducts a remedial action under chapter 70.105D RCW. The department of ecology shall ensure compliance with the substantive requirements of this chapter through the consent decree, order, or agreed order issued pursuant to chapter

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- 1 70.105D RCW, or during the department-conducted remedial action,
- 2 through the procedures developed by the department pursuant to section
- 3 31 of this act.
- MEW SECTION. Sec. 36. A new section is added to chapter 90.48 RCW to read as follows:
- The procedural requirements of this chapter shall not apply to any person conducting a remedial action at a facility pursuant to a consent
- 8 decree, order, or agreed order issued pursuant to chapter 70.105D RCW,
- 9 or to the department of ecology when it conducts a remedial action
- 10 under chapter 70.105D RCW. This exemption shall not apply if it would
- 11 result in the loss of authority delegated to the state by the federal
- 12 government under the federal clean water act. The department of
- 13 ecology shall ensure compliance with the substantive requirements of
- 14 this chapter through the consent decree, order, or agreed order issued
- 15 pursuant to chapter 70.105D RCW, or during the department-conducted
- 16 remedial action, through the procedures developed by the department
- 17 pursuant to section 31 of this act.
- NEW SECTION. **Sec. 37.** A new section is added to chapter 90.58 RCW to read as follows:
- The procedural requirements of this chapter shall not apply to any
- 21 person conducting a remedial action at a facility pursuant to a consent
- 22 decree, order, or agreed order issued pursuant to chapter 70.105D RCW,
- $\,$  23  $\,$  or to the department of ecology when it conducts a remedial action  $\,$
- 24 under chapter 70.105D RCW. This exemption shall not apply if it would
- 25 result in the loss of authority delegated to the state by the federal
- 26 government under the federal coastal zone management act. The
- 27 department of ecology shall ensure compliance with the substantive
- 28 requirements of this chapter through the consent decree, order, or
- 29 agreed order issued pursuant to chapter 70.105D RCW, or during the
- 30 department-conducted remedial action, through the procedures developed
- 31 by the department pursuant to section 31 of this act.
- 32 <u>NEW SECTION.</u> **Sec. 38.** A new section is added to chapter 43.21C
- 33 RCW to read as follows:
- In conducting a remedial action at a facility pursuant to a consent
- 35 decree, order, or agreed order issued pursuant to chapter 70.105D RCW,
- 36 or if conducted by the department of ecology, the department of ecology

- 1 to the maximum extent practicable shall integrate the procedural
- 2 requirements of this chapter with the procedures under chapter 70.105D
- 3 RCW. Such integration shall include the public participation
- 4 procedures of chapter 70.105D RCW and the public notice and review
- 5 requirements of this chapter.
- 6 **Sec. 39.** RCW 34.12.020 and 1993 c 281 s 16 are each amended to 7 read as follows:
- Unless the context clearly requires otherwise, the definitions in this section apply throughout this chapter.
- 10 (1) "Office" means the office of administrative hearings.
- 11 (2) "Administrative law judge" means any person appointed by the 12 chief administrative law judge to conduct or preside over hearings as 13 provided in this chapter.
- 14 (3) "Hearing" means an adjudicative proceeding within the meaning 15 of RCW 34.05.010(1) conducted by a state agency under RCW 34.05.413 16 through 34.05.476.
- (4) "State agency" means any state board, commission, department, 17 18 or officer authorized by law to make rules or to conduct adjudicative 19 proceedings, except those in the legislative or judicial branches, the growth management appeals boards, the pollution control hearings board, 20 the shorelines hearings board, the forest practices appeals board, the 21 environmental hearings office, the board of industrial insurance 22 23 appeals, the Washington personnel resources board, the public 24 employment relations commission, the personnel appeals board, and the 25 board of tax appeals.
- 26 **Sec. 40.** RCW 36.70A.110 and 1993 sp.s. c 6 s 2 are each amended to 27 read as follows:
- 28 (1) Each county that is required or chooses to plan under RCW 29 36.70A.040 shall designate an urban growth area or areas within which urban growth shall be encouraged and outside of which growth can occur 30 only if it is not urban in nature. Each city that is located in such 31 32 a county shall be included within an urban growth area. An urban 33 growth area may include more than a single city. An urban growth area may include territory that is located outside of a city only if such 34 35 territory already is characterized by urban growth or is adjacent to

territory already characterized by urban growth.

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(2) Based upon the population growth management planning population 1 2 projection made for the county by the office of financial management, the urban growth areas in the county shall include areas and densities 3 4 sufficient to permit the urban growth that is projected to occur in the county for the succeeding twenty-year period. Each urban growth area 5 shall permit urban densities and shall include greenbelt and open space 6 7 areas. Within one year of July 1, 1990, each county that as of June 1, 8 1991, was required or chose to plan under RCW 36.70A.040, shall begin 9 consulting with each city located within its boundaries and each city 10 shall propose the location of an urban growth area. Within sixty days of the date the county legislative authority of a county adopts its 11 resolution of intention or of certification by the office of financial 12 13 management, all other counties that are required or choose to plan under RCW 36.70A.040 shall begin this consultation with each city 14 15 located within its boundaries. The county shall attempt to reach 16 agreement with each city on the location of an urban growth area within 17 which the city is located. If such an agreement is not reached with each city located within the urban growth area, the county shall 18 19 justify in writing why it so designated the area an urban growth area. 20 A city may object formally with the department over the designation of the urban growth area within which it is located. Where appropriate, 21 22 the department shall attempt to resolve the conflicts, including the 23 use of mediation services.

(3) Urban growth should be located first in areas already characterized by urban growth that have existing public facility and service capacities to serve such development, and second in areas already characterized by urban growth that will be served by a combination of both existing public facilities and services and any additional needed public facilities and services that are provided by either public or private sources. Further, it is appropriate that urban government services be provided by cities, and urban government services should not be provided in rural areas.

(4) On or before October 1, 1993, each county that was initially required to plan under RCW 36.70A.040(1) shall adopt development regulations designating interim urban growth areas under this chapter. Within three years and three months of the date the county legislative authority of a county adopts its resolution of intention or of certification by the office of financial management, all other counties that are required or choose to plan under RCW 36.70A.040 shall adopt

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- 1 development regulations designating interim urban growth areas under
- 2 this chapter. Adoption of the interim urban growth areas may only
- 3 occur after public notice; public hearing; and compliance with the
- 4 state environmental policy act, chapter 43.21C RCW, and RCW 36.70A.110.
- 5 Such action may be appealed to the appropriate growth ((planning))
- 6 <u>management</u> hearings board under RCW 36.70A.280. Final urban growth
- 7 areas shall be adopted at the time of comprehensive plan adoption under
- 8 this chapter.
- 9 (5) Each county shall include designations of urban growth areas in
- 10 its comprehensive plan.
- 11 **Sec. 41.** RCW 36.70A.210 and 1993 sp.s. c 6 s 4 are each amended to 12 read as follows:
- 13 (1) The legislature recognizes that counties are regional
- 14 governments within their boundaries, and cities are primary providers
- 15 of urban governmental services within urban growth areas. For the
- 16 purposes of this section, a "county-wide planning policy" is a written
- 17 policy statement or statements used solely for establishing a county-
- 18 wide framework from which county and city comprehensive plans are
- 19 developed and adopted pursuant to this chapter. This framework shall
- 20 ensure that city and county comprehensive plans are consistent as
- 21 required in RCW 36.70A.100. Nothing in this section shall be construed
- 22 to alter the land-use powers of cities.
- 23 (2) The legislative authority of a county that plans under RCW
- 24 36.70A.040 shall adopt a county-wide planning policy in cooperation
- 25 with the cities located in whole or in part within the county as
- 26 follows:
- 27 (a) No later than sixty calendar days from July 16, 1991, the
- 28 legislative authority of each county that as of June 1, 1991, was
- 29 required or chose to plan under RCW 36.70A.040 shall convene a meeting
- 30 with representatives of each city located within the county for the
- 31 purpose of establishing a collaborative process that will provide a
- 32 framework for the adoption of a county-wide planning policy. In other
- 33 counties that are required or choose to plan under RCW 36.70A.040, this
- 34 meeting shall be convened no later than sixty days after the date the
- 35 county adopts its resolution of intention or was certified by the
- 36 office of financial management.
- 37 (b) The process and framework for adoption of a county-wide
- 38 planning policy specified in (a) of this subsection shall determine the

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- 1 manner in which the county and the cities agree to all procedures and 2 provisions including but not limited to desired planning policies,
- 3 deadlines, ratification of final agreements and demonstration thereof,
- 4 and financing, if any, of all activities associated therewith.
- 5 (c) If a county fails for any reason to convene a meeting with 6 representatives of cities as required in (a) of this subsection, the 7 governor may immediately impose any appropriate sanction or sanctions 8 on the county from those specified under RCW 36.70A.340.
- 9 (d) If there is no agreement by October 1, 1991, in a county that 10 was required or chose to plan under RCW 36.70A.040 as of June 1, 1991, or if there is no agreement within one hundred twenty days of the date 11 the county adopted its resolution of intention or was certified by the 12 13 office of financial management in any other county that is required or chooses to plan under RCW 36.70A.040, the governor shall first inquire 14 15 of the jurisdictions as to the reason or reasons for failure to reach 16 an agreement. If the governor deems it appropriate, the governor may 17 immediately request the assistance of the department of community, trade, and economic development to mediate any disputes that preclude 18 19 agreement. If mediation is unsuccessful in resolving all disputes that 20 will lead to agreement, the governor may impose appropriate sanctions from those specified under RCW 36.70A.340 on the county, city, or 21 22 cities for failure to reach an agreement as provided in this section. 23 The governor shall specify the reason or reasons for the imposition of 24 any sanction.
- 25 (e) No later than July 1, 1992, the legislative authority of each 26 county that was required or chose to plan under RCW 36.70A.040 as of 27 June 1, 1991, or no later than fourteen months after the date the county adopted its resolution of intention or was certified by the 28 office of financial management the county legislative authority of any 29 30 other county that is required or chooses to plan under RCW 36.70A.040, shall adopt a county-wide planning policy according to the process 31 provided under this section and that is consistent with the agreement 32 33 pursuant to (b) of this subsection, and after holding a public hearing or hearings on the proposed county-wide planning policy. 34
- 35 (3) A county-wide planning policy shall at a minimum, address the following:
  - (a) Policies to implement RCW 36.70A.110;
- 38 (b) Policies for promotion of contiguous and orderly development 39 and provision of urban services to such development;

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- 1 (c) Policies for siting public capital facilities of a county-wide 2 or state-wide nature;
- 3 (d) Policies for county-wide transportation facilities and 4 strategies;
- 5 (e) Policies that consider the need for affordable housing, such as 6 housing for all economic segments of the population and parameters for 7 its distribution;
- 8 (f) Policies for joint county and city planning within urban growth 9 areas;
- (g) Policies for county-wide economic development and employment;
  and
- 12 (h) An analysis of the fiscal impact.

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agencies.

policy.

- (4) Federal agencies and Indian tribes may participate in and cooperate with the county-wide planning policy adoption process.

  Adopted county-wide planning policies shall be adhered to by state
- (5) Failure to adopt a county-wide planning policy that meets the requirements of this section may result in the imposition of a sanction or sanctions on a county or city within the county, as specified in RCW 36.70A.340. In imposing a sanction or sanctions, the governor shall specify the reasons for failure to adopt a county-wide planning policy in order that any imposed sanction or sanctions are fairly and equitably related to the failure to adopt a county-wide planning
- 25 (6) Cities and the governor may appeal an adopted county-wide 26 planning policy to the growth ((planning)) management hearings board 27 within sixty days of the adoption of the county-wide planning policy.
- (7) Multicounty planning policies shall be adopted by two or more counties, each with a population of four hundred fifty thousand or more, with contiguous urban areas and may be adopted by other counties, according to the process established under this section or other processes agreed to among the counties and cities within the affected counties throughout the multicounty region.
- 34 **Sec. 42.** RCW 36.70A.250 and 1991 sp.s. c 32 s 5 are each amended 35 to read as follows:
- (1) There are hereby created three growth ((planning)) management hearings boards for the state of Washington. The boards shall be established as follows:

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- 1 (a) An Eastern Washington board with jurisdictional boundaries 2 including all counties that are required to or choose to plan under RCW 3 36.70A.040 and are located east of the crest of the Cascade mountains;
- 4 (b) A Central Puget Sound board with jurisdictional boundaries 5 including King, Pierce, Snohomish, and Kitsap counties; and
- (c) A Western Washington board with jurisdictional boundaries 6 7 including all counties that are required or choose to plan under RCW 8 36.70A.040 and are located west of the crest of the Cascade mountains 9 and are not included in the Central Puget Sound board jurisdictional 10 boundaries. Skamania county, should it be required or choose to plan 36.70A.040, may elect to be 11 under RCW included jurisdictional boundaries of either the Western or Eastern board. 12
- 13 (2) Each board shall only hear matters pertaining to the cities and counties located within its jurisdictional boundaries.
- 15 **Sec. 43.** RCW 36.70A.260 and 1991 sp.s. c 32 s 6 are each amended 16 to read as follows:
- (1) Each growth ((planning)) management hearings board shall 17 18 consist of three members qualified by experience or training in matters 19 pertaining to land use planning and residing within the jurisdictional boundaries of the applicable board. At least one member of each board 20 must be admitted to practice law in this state and at least one member 21 22 must have been a city or county elected official. Each board shall be 23 appointed by the governor and not more than two members at the time of 24 appointment or during their term shall be members of the same political 25 party. No more than two members at the time of appointment or during their term shall reside in the same county. 26
- (2) Each member of a board shall be appointed for a term of six years. A vacancy shall be filled by appointment by the governor for the unexpired portion of the term in which the vacancy occurs. The terms of the first three members of a board shall be staggered so that one member is appointed to serve until July 1, 1994, one member until July 1, 1996, and one member until July 1, 1998.
- 33 **Sec. 44.** RCW 36.70A.280 and 1991 sp.s. c 32 s 9 are each amended 34 to read as follows:
- 35 (1) A growth ((planning)) management hearings board shall hear and determine only those petitions alleging either:

- 1 (a) That a state agency, county, or city is not in compliance with 2 the requirements of this chapter, or chapter 43.21C RCW as it relates 3 to plans, regulations, ((and)) or amendments ((thereto)), adopted under 4 RCW 36.70A.040; or
- 5 (b) That the twenty-year growth management planning population 6 projections adopted by the office of financial management pursuant to 7 RCW 43.62.035 should be adjusted.
- 8 (2) A petition may be filed only by the state, a county or city 9 that plans under this chapter, a person who has either appeared before 10 the county or city regarding the matter on which a review is being 11 requested or is certified by the governor within sixty days of filing 12 the request with the board, or a person qualified pursuant to RCW 13 34.05.530.
- 14 (3) For purposes of this section "person" means any individual, 15 partnership, corporation, association, governmental subdivision or unit 16 thereof, or public or private organization or entity of any character.
- (4) When considering a possible adjustment to a growth management planning population projection prepared by the office of financial management, a board shall consider the implications of any such adjustment to the population forecast for the entire state.
- 21 The rationale for any adjustment that is adopted by a board must be 22 documented and filed with the office of financial management within ten 23 working days after adoption.

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- 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.
- 31 **Sec. 45.** RCW 36.70A.310 and 1991 sp.s. c 32 s 12 are each amended 32 to read as follows:
- A request for review by the state to a growth ((planning))
  management hearings board may be made only by the governor, or with the
  governor's consent the head of an agency, or by the commissioner of
  public lands as relating to state trust lands, for the review of
  whether: (1) A county or city that is required or chooses to plan
  under RCW 36.70A.040 has failed to adopt a comprehensive plan or

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- development regulations, or county-wide planning policies within the 1
- 2 time limits established by this chapter; or (2) a county or city that
- is required or chooses to plan under this chapter has adopted a 3
- comprehensive plan, development regulations, or county-wide planning 4
- 5 policies, that are not in compliance with the requirements of this
- 6 chapter.
- 7 Sec. 46. RCW 36.70A.345 and 1993 sp.s. c 6 s 5 are each amended to
- 8 read as follows:
- 9 The governor may impose a sanction or sanctions specified under RCW
- 10 36.70A.340 on: (1) A county or city that fails to designate critical
- areas, agricultural lands, forest lands, or mineral resource lands 11
- 12 under RCW 36.70A.170 by the date such action was required to have been
- taken; (2) a county or city that fails to adopt development regulations 13
- or 14 under RCW 36.70A.060 protecting critical areas conserving
- 15 agricultural lands, forest lands, or mineral resource lands by the date
- such action was required to have been taken; (3) a county that fails to 16
- designate urban growth areas under RCW 36.70A.110 by the date such 17
- 18 action was required to have been taken; and (4) a county or city that
- 19 fails to adopt its comprehensive plan or development regulations when
- such actions are required to be taken. 20
- Imposition of a sanction or sanctions under this section shall be 21
- 22 preceded by written findings by the governor, that either the county or
- city is not proceeding in good faith to meet the requirements of the 23
- 24 act; or that the county or city has unreasonably delayed taking the
- 25 required action. The governor shall consult with and communicate his
- or her findings to the appropriate growth ((planning)) management 26
- hearings board prior to imposing the sanction or sanctions. For those 27
- counties or cities that are not required to plan or have not opted in,
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- 29 the governor in imposing sanctions shall consider the size of the
- 30 jurisdiction relative to the requirements of this chapter and the
- degree of technical and financial assistance provided. 31
- 32 NEW SECTION. Sec. 47. Sections 8, 21, and 41 of this act shall
- 33 take effect July 1, 1994.
- 34 Sec. 48. If any provision of this act or its NEW SECTION.
- application to any person or circumstance is held invalid, 35

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

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