S-1161.2			

## SENATE BILL 5830

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State of Washington 56th Legislature 1999 Regular Session

By Senators T. Sheldon and Haugen

Read first time 02/11/1999. Referred to Committee on Transportation.

- AN ACT Relating to transportation congestion relief; amending RCW 46.68.095, 47.01.280, 43.84.092, and 43.84.092; adding a new section to chapter 46.68 RCW; adding a new section to chapter 43.160 RCW;
- 4 providing effective dates; providing an expiration date; and declaring
- 5 an emergency.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 7 **Sec. 1.** RCW 46.68.095 and 1994 c 179 s 4 are each amended to read 8 as follows:
- 9 All moneys that have accrued or may accrue to the motor vehicle 10 fund from the motor vehicle fuel tax and special fuel tax imposed by
- 11 RCW 82.36.025(5) shall be distributed monthly by the state treasurer in
- 12 the following proportions:
- 13 (1) Through June 30, 1995, one and one-half cents shall be
- 14 deposited in the transportation improvement account and expended in
- 15 accordance with RCW 47.26.084. After June 30, 1995, eighty-seven
- 16 percent of one and one-half cents shall be deposited in the
- 17 transportation improvement account and expended in accordance with RCW
- 18 47.26.086 and thirteen percent of one and one-half cents shall be

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- deposited in the small city account and expended in accordance with RCW 47.26.115.
- 3 (2) From April 1, 1991, seventy-five one-hundredths of one cent shall be deposited in the special category C account in the motor vehicle fund for special category C projects. Special category C projects are category C projects ((as defined in RCW 47.05.030(3))) that, due to high cost only, will require bond financing to complete construction.
- 9 The following criteria, listed in order of priority, shall be used 10 in determining which special category C projects have the highest 11 priority:
- 12 (a) Accident experience; and
- 13 (b) Fatal accident experience; and
- 14 (c) Capacity to move people and goods safely and at reasonable 15 speeds without undue congestion; and
- 16 (d) Continuity of development of the highway transportation 17 network.
- Moneys deposited in the special category C account in the motor vehicle fund may be used for payment of debt service on bonds the proceeds of which are used to finance special category C projects under this subsection.
- 22 (3) Twenty-five one-hundredths of one cent shall be deposited in 23 the rural arterial trust account in the motor vehicle fund.
- 24 (4) Forty-five one-hundredths of one cent shall be deposited in the 25 county arterial preservation account. These funds shall be distributed by the county road administration board to counties in proportions 26 27 corresponding to the number of paved arterial lane miles in the unincorporated area of each county and shall be used for improvements 28 to sustain the structural, safety, and operational integrity of county 29 30 arterials. The county road administration board shall adopt reasonable rules and develop policies to implement this program and to assure that 31 a pavement management system is used. 32
- 33 (5) One-half of one cent shall be allocated to cities and towns as 34 provided in RCW 46.68.110.
- 35 (6) From April 1, 1990, through March 31, 1991, thirty one-36 hundredths of one cent and after March 31, 1991, fifty-five one-37 hundredths of one cent shall be allocated to counties as provided in 38 RCW 46.68.120.

- (7) One cent shall be deposited in the congestion relief account 1 2 created in the motor vehicle fund and shall be expended ((for highway purposes of the state as defined in RCW 46.68.130)) for the design, 3 4 right of way, and construction of congestion relief corridors. Moneys deposited in the congestion relief account in the motor vehicle fund 5 shall be used to fund work on the projects enumerated in section 2 of 6 7 this act, or for the payment of debt service associated with these 8 projects as authorized by Referendum Bill No. 49.
- 9 <u>Congestion relief corridors, which are not adequately addressed by</u>
  10 <u>the prioritization scheme in RCW 47.05.051, are designated to address</u>
  11 <u>congestion and economic development in a comprehensive manner.</u>
- 12 <u>The following criteria shall be used to designate corridors for</u> 13 <u>funding from the congestion relief account:</u>
- 14 <u>(a) The benefit/cost ratio, calculated using a twenty-year project</u> 15 <u>cost, is greater than two; and</u>
- 16 <u>(b) At least sixty-five percent of the corridor improvement's</u>
  17 <u>benefits must accrue to the general motoring public</u>.
- NEW SECTION. Sec. 2. A new section is added to chapter 46.68 RCW to read as follows:
- In accordance with the criteria prescribed in RCW 46.68.095(7), the following corridors are designated for funding from the congestion relief account:
- 23 (1) State route number 18, 180th to interstate 90.
- 24 (2) State route number 509, interstate 5 to south 188th.
- 25 (3) State route number 395, North Spokane freeway.
- 26 (4) State route number 522, state route number 9 to state route 27 number 2.
- 28 (5) State route number 525, interstate 5 to Paine Field boulevard.
- 29 (6) State route number 539, Horton to International boundary.
- NEW SECTION. **Sec. 3.** A new section is added to chapter 43.160 RCW to read as follows:
- In accordance with RCW 43.160.060 and 43.160.200, the community
- 33 economic revitalization board is authorized to provide grants, but not
- 34 loans, for transportation improvements in distressed counties as
- 35 defined in RCW 43.160.020, in rural natural resources impact areas as
- 36 defined in RCW 43.160.020(13), and in designated community empowerment
- 37 zones approved under RCW 43.63A.700. Funding for these improvements

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- 1 are from the transportation equity act for the 21st century, surface
- 2 transportation program and are subject to surface transportation
- 3 program federal fund eligibility and planning requirements detailed in
- 4 23 U.S.C. Sec. 133(b) and Sec. 134. Up to twenty-two percent of
- 5 available surface transportation funds are made available for these
- 6 purposes, however beginning in 2000 in the event that such funds are
- 7 not obligated by June 1st of each year, they will revert in equal
- 8 amount to the other designated surface transportation program purposes.
- 9 In accordance with federal law, the department of transportation is
- 10 responsible for administering grants awarded by the board under this
- 11 section.
- 12 **Sec. 4.** RCW 47.01.280 and 1985 c 433 s 6 are each amended to read 13 as follows:
- 14 (1) Upon receiving an application for improvements to an existing
- 15 state highway or highways pursuant to RCW 43.160.074 from the community
- 16 economic revitalization board, the transportation commission shall, in
- 17 a timely manner, determine whether or not the proposed state highway
- 18 improvements:
- 19 (a) Meet the safety and design criteria of the department of
- 20 transportation;
- 21 (b) Will impair the operational integrity of the existing highway
- 22 system;
- 23 (c) Will affect any other improvements planned by the department;
- 24 and
- 25 (d) Will be consistent with its policies developed pursuant to RCW
- 26 47.01.071.
- 27 (2) Upon completion of its determination of the factors contained
- 28 in subsection (1) of this section and any other factors it deems
- 29 pertinent, the transportation commission shall forward its approval, as
- 30 submitted or amended or disapproval of the proposed improvements to the
- 31 board, along with any recommendation it may wish to make concerning the
- 32 desirability and feasibility of the proposed development. If the
- 33 transportation commission disapproves any proposed improvements, it
- 34 shall specify its reasons for disapproval.
- 35 (3) Upon notification from the board of an application's approval
- 36 pursuant to RCW 43.160.074, the transportation commission shall direct
- 37 the department of transportation to carry out the improvements in
- 38 coordination with the applicant.

- 1 (4) The transportation commission shall notify the legislative 2 transportation committee of all state highway improvements to be 3 carried out pursuant to RCW 43.160.074 and this section.
- 4 (((5) All state highway improvements that are approved pursuant to
  5 RCW 43.160.074 and this section shall be charged to the economic
  6 development account of the motor vehicle fund created by RCW
  7 47.10.803.))
- 8 **Sec. 5.** RCW 43.84.092 and 1997 c 218 s 5 are each amended to read 9 as follows:
- 10 (1) All earnings of investments of surplus balances in the state 11 treasury shall be deposited to the treasury income account, which 12 account is hereby established in the state treasury.
- 13 (2) The treasury income account shall be utilized to pay or receive 14 funds associated with federal programs as required by the federal cash management improvement act of 1990. The treasury income account is 15 16 subject in all respects to chapter 43.88 RCW, but no appropriation is required for refunds or allocations of interest earnings required by 17 18 the cash management improvement act. Refunds of interest to the federal treasury required under the cash management improvement act 19 fall under RCW 43.88.180 and shall not require appropriation. 20 office of financial management shall determine the amounts due to or 21 from the federal government pursuant to the cash management improvement 22 23 act. The office of financial management may direct transfers of funds 24 between accounts as deemed necessary to implement the provisions of the 25 cash management improvement act, and this subsection. Refunds or allocations shall occur prior to the distributions of earnings set 26 forth in subsection (4) of this section. 27
  - (3) Except for the provisions of RCW 43.84.160, the treasury income account may be utilized for the payment of purchased banking services on behalf of treasury funds including, but not limited to, depository, safekeeping, and disbursement functions for the state treasury and affected state agencies. The treasury income account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for payments to financial institutions. Payments shall occur prior to distribution of earnings set forth in subsection (4) of this section.

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36 (4) Monthly, the state treasurer shall distribute the earnings 37 credited to the treasury income account. The state treasurer shall

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1 credit the general fund with all the earnings credited to the treasury 2 income account except:

3 The following accounts and funds shall receive their (a) 4 proportionate share of earnings based upon each account's and fund's average daily balance for the period: The capitol building 5 construction account, the Cedar River channel 6 construction and 7 operation account, the Central Washington University capital projects 8 the charitable, educational, penal and reformatory account, 9 institutions account, the common school construction fund, the county 10 criminal justice assistance account, the county sales and use tax equalization account, the data processing building construction 11 12 account, the deferred compensation administrative account, the deferred 13 compensation principal account, the department of retirement systems 14 expense account, the drinking water assistance account, the Eastern 15 Washington University capital projects account, the 16 construction fund, the emergency reserve fund, the federal forest 17 revolving account, the health services account, the public health services account, the health system capacity account, the personal 18 19 health services account, the highway infrastructure account, the 20 industrial insurance premium refund account, the judges' retirement account, the judicial retirement administrative account, the judicial 21 retirement principal account, the local leasehold excise tax account, 22 23 the local real estate excise tax account, the local sales and use tax 24 account, the medical aid account, the mobile home park relocation fund, 25 the municipal criminal justice assistance account, the municipal sales 26 and use tax equalization account, the natural resources deposit account, the perpetual surveillance and maintenance account, the public 27 28 employees' retirement system plan I account, the public employees' 29 retirement system plan II account, the Puyallup tribal settlement 30 account, the resource management cost account, the site closure 31 account, the special wildlife account, the state employees' insurance account, the state employees' insurance reserve account, the state 32 33 investment board expense account, the state investment board commingled 34 trust fund accounts, the supplemental pension account, the teachers' 35 retirement system plan I account, the teachers' retirement system plan II account, the transportation infrastructure account, the tuition 36 37 recovery trust fund, the University of Washington bond retirement fund, 38 the University of Washington building account, the volunteer fire 39 fighters' relief and pension principal account, the volunteer fire

fighters' relief and pension administrative account, the Washington 1 judicial retirement system account, the Washington law enforcement 2 3 officers' and fire fighters' system plan I retirement account, the 4 Washington law enforcement officers' and fire fighters' system plan II 5 retirement account, the Washington state patrol retirement account, the Washington State University building account, the Washington State 6 7 University bond retirement fund, the water pollution control revolving 8 fund, and the Western Washington University capital projects account. 9 Earnings derived from investing balances of the agricultural permanent 10 fund, the normal school permanent fund, the permanent common school fund, the scientific permanent fund, and the state university permanent 11 fund shall be allocated to their respective beneficiary accounts. All 12 earnings to be distributed under this subsection (4)(a) shall first be 13 14 reduced by the allocation to the state treasurer's service fund pursuant to RCW 43.08.190. 15

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(b) The following accounts and funds shall receive eighty percent of their proportionate share of earnings based upon each account's or fund's average daily balance for the period: The aeronautics account, the aircraft search and rescue account, the central Puget Sound public transportation account, the city hardship assistance account, the congestion relief account, the county arterial preservation account, the department of licensing services account, the economic development account, the essential rail assistance account, the essential rail banking account, the ferry bond retirement fund, the gasohol exemption holding account, the grade crossing protective fund, the high capacity transportation account, the highway bond retirement fund, the highway construction stabilization account, the highway safety account, the marine operating fund, the motor vehicle fund, the motorcycle safety education account, the pilotage account, the public transportation systems account, the Puget Sound capital construction account, the Puget Sound ferry operations account, the recreational vehicle account, the rural arterial trust account, the safety and education account, the small city account, the special category C account, the state patrol highway account, the transfer relief account, the transportation capital facilities account, the transportation equipment fund, the transportation fund, the transportation improvement account, the transportation revolving loan account, and the urban arterial trust account.

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- 1 (5) In conformance with Article II, section 37 of the state 2 Constitution, no treasury accounts or funds shall be allocated earnings 3 without the specific affirmative directive of this section.
- 4 **Sec. 6.** RCW 43.84.092 and 1998 c 341 s 708 are each amended to 5 read as follows:

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- (1) All earnings of investments of surplus balances in the state treasury shall be deposited to the treasury income account, which account is hereby established in the state treasury.
- 9 (2) The treasury income account shall be utilized to pay or receive 10 funds associated with federal programs as required by the federal cash management improvement act of 1990. The treasury income account is 11 12 subject in all respects to chapter 43.88 RCW, but no appropriation is required for refunds or allocations of interest earnings required by 13 the cash management improvement act. 14 Refunds of interest to the 15 federal treasury required under the cash management improvement act fall under RCW 43.88.180 and shall not require appropriation. 16 office of financial management shall determine the amounts due to or 17 18 from the federal government pursuant to the cash management improvement 19 act. The office of financial management may direct transfers of funds between accounts as deemed necessary to implement the provisions of the 20 cash management improvement act, and this subsection. 21 allocations shall occur prior to the distributions of earnings set 22 23 forth in subsection (4) of this section.
  - (3) Except for the provisions of RCW 43.84.160, the treasury income account may be utilized for the payment of purchased banking services on behalf of treasury funds including, but not limited to, depository, safekeeping, and disbursement functions for the state treasury and affected state agencies. The treasury income account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for payments to financial institutions. Payments shall occur prior to distribution of earnings set forth in subsection (4) of this section.
- 32 (4) Monthly, the state treasurer shall distribute the earnings 33 credited to the treasury income account. The state treasurer shall 34 credit the general fund with all the earnings credited to the treasury 35 income account except:
- 36 (a) The following accounts and funds shall receive their 37 proportionate share of earnings based upon each account's and fund's 38 average daily balance for the period: The capitol building

construction account, the Cedar River channel construction and 1 2 operation account, the Central Washington University capital projects account, the charitable, educational, penal and 3 reformatory 4 institutions account, the common school construction fund, the county criminal justice assistance account, the county sales and use tax 5 equalization account, the data processing building construction 6 7 account, the deferred compensation administrative account, the deferred 8 compensation principal account, the department of retirement systems 9 expense account, the drinking water assistance account, the Eastern 10 Washington University capital projects account, the construction fund, the emergency reserve fund, the federal forest 11 revolving account, the health services account, the public health 12 services account, the health system capacity account, the personal 13 health services account, the highway infrastructure account, the 14 15 industrial insurance premium refund account, the judges' retirement 16 account, the judicial retirement administrative account, the judicial 17 retirement principal account, the local leasehold excise tax account, the local real estate excise tax account, the local sales and use tax 18 19 account, the medical aid account, the mobile home park relocation fund, 20 the municipal criminal justice assistance account, the municipal sales and use tax equalization account, the natural resources deposit 21 22 account, the perpetual surveillance and maintenance account, the public 23 employees' retirement system plan I account, the public employees' 24 retirement system plan II account, the Puyallup tribal settlement 25 account, the resource management cost account, the site closure 26 account, the special wildlife account, the state employees' insurance 27 account, the state employees' insurance reserve account, the state investment board expense account, the state investment board commingled 28 29 trust fund accounts, the supplemental pension account, the teachers' 30 retirement system plan I account, the teachers' retirement system 31 combined plan II and plan III account, the transportation infrastructure account, the tuition recovery trust fund, the University 32 of Washington bond retirement fund, the University of Washington 33 building account, the volunteer fire fighters' relief and pension 34 principal account, the volunteer fire fighters' relief and pension 35 administrative account, the Washington judicial retirement system 36 37 account, the Washington law enforcement officers' and fire fighters' system plan I retirement account, the Washington law enforcement 38 39 officers' and fire fighters' system plan II retirement account, the

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Washington school employees' retirement system combined plan II and III 1 2 account, the Washington state patrol retirement account, the Washington State University building account, the Washington State University bond 3 4 retirement fund, the water pollution control revolving fund, and the Western Washington University capital projects account. 5 derived from investing balances of the agricultural permanent fund, the 6 normal school permanent fund, the permanent common school fund, the 7 8 scientific permanent fund, and the state university permanent fund 9 shall be allocated to their respective beneficiary accounts. 10 earnings to be distributed under this subsection (4)(a) shall first be reduced by the allocation to the state treasurer's service fund 11 pursuant to RCW 43.08.190. 12

(b) The following accounts and funds shall receive eighty percent of their proportionate share of earnings based upon each account's or fund's average daily balance for the period: The aeronautics account, the aircraft search and rescue account, the central Puget Sound public transportation account, the city hardship assistance account, the congestion relief account, the county arterial preservation account, the department of licensing services account, the economic development account, the essential rail assistance account, the essential rail banking account, the ferry bond retirement fund, the gasohol exemption holding account, the grade crossing protective fund, the high capacity transportation account, the highway bond retirement fund, the highway construction stabilization account, the highway safety account, the marine operating fund, the motor vehicle fund, the motorcycle safety education account, the pilotage account, the public transportation systems account, the Puget Sound capital construction account, the Puget Sound ferry operations account, the recreational vehicle account, the rural arterial trust account, the safety and education account, the small city account, the special category C account, the state patrol highway account, the transfer relief account, the transportation capital facilities account, the transportation equipment fund, the transportation fund, the transportation improvement account, transportation revolving loan account, and the urban arterial trust account.

36 (5) In conformance with Article II, section 37 of the state 37 Constitution, no treasury accounts or funds shall be allocated earnings 38 without the specific affirmative directive of this section.

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- 1 <u>NEW SECTION.</u> **Sec. 7.** (1) Section 3 of this act is necessary for
- 2 the immediate preservation of the public peace, health, or safety, or
- 3 support of the state government and its existing public institutions,
- 4 and takes effect July 1, 1999.
- 5 (2) Section 6 of this act takes effect September 1, 2000.
- NEW SECTION. Sec. 8. Section 5 of this act expires September 1, 2000.

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