## SECOND ENGROSSED SUBSTITUTE SENATE BILL 5659

State of Washington 58th Legislature 2003 Regular Session

**By** Senate Committee on Government Operations & Elections (originally sponsored by Senators Winsley, Kastama, Oke, Franklin, Swecker, Rasmussen, Regala and Kohl-Welles)

READ FIRST TIME 03/05/03.

AN ACT Relating to authorizing additional funding for local governments; amending RCW 36.70A.130, 84.55.050, and 36.70A.040; adding a new section to chapter 82.14 RCW; creating a new section; providing an effective date; and declaring an emergency.

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

<u>NEW SECTION.</u> Sec. 1. The legislature finds that local governments б 7 in the state of Washington face enormous challenges in the area of 8 criminal justice and public health. It is the legislature's intent to allow general local governments to raise revenues in order to better 9 10 protect the health and safety of Washington state and its residents. It is further the intent of the legislature to provide such local 11 12 governments relief from regulatory burdens that do not harm the public health and safety of the citizens of the state as a means of minimizing 13 14 the need to generate new revenues authorized under this act.

15 <u>NEW SECTION.</u> Sec. 2. A new section is added to chapter 82.14 RCW 16 to read as follows:

17 (1) A county legislative authority may submit an authorizing18 proposition to the county voters at a primary or general election and,

if the proposition is approved by a majority of persons voting, impose 1 2 a sales and use tax in accordance with the terms of this chapter. The title of each ballot measure must clearly state the purposes for which 3 the proposed sales and use tax will be used. Funds raised under this 4 5 tax shall not supplant existing funds used for these purposes. The rate of tax under this section shall not exceed three-tenths of one 6 7 percent of the selling price in the case of a sales tax, or value of the article used, in the case of a use tax. 8

9 (2) The tax authorized in this section is in addition to any other 10 taxes authorized by law and shall be collected from those persons who 11 are taxable by the state under chapters 82.08 and 82.12 RCW upon the 12 occurrence of any taxable event within the county.

13 (3) The county legislative authority may exempt the retail sale or 14 use of new or used motor vehicles, and the lease of new or used motor 15 vehicles for up to the first thirty-six months of the lease, from tax 16 imposed under this section.

(4) One-third of all money received under this section shall be used solely for criminal justice purposes. For the purposes of this subsection, "criminal justice purposes" means additional police protection, mitigation of congested court systems, or relief of overcrowded jails or other local correctional facilities.

(5) Money received under this section shall be shared between the county and the cities as follows: Sixty percent shall be retained by the county and forty percent shall be distributed on a per capita basis to cities in the county.

26 **Sec. 3.** RCW 36.70A.130 and 2002 c 320 s 1 are each amended to read 27 as follows:

(1)(a) Each comprehensive land use plan and development regulations 28 shall be subject to continuing review and evaluation by the county or 29 30 city that adopted them. A county or city shall take legislative action 31 to review and, if needed, revise its comprehensive land use plan and development regulations to ensure the plan and regulations comply with 32 the requirements of this chapter according to the time periods 33 specified in subsection (4) of this section. A county or city not 34 planning under RCW 36.70A.040 shall take action to review and, if 35 36 needed, revise its policies and development regulations regarding critical areas and natural resource lands adopted according to this 37

chapter to ensure these policies and regulations comply with the 1 2 requirements of this chapter according to the time periods specified in subsection (4) of this section. Legislative action means the adoption 3 of a resolution or ordinance following notice and a public hearing 4 5 indicating at a minimum, a finding that a review and evaluation has occurred and identifying the revisions made, or that a revision was not б 7 needed and the reasons therefore. The review and evaluation required by this subsection may be combined with the review required by 8 subsection (3) of this section. The review and evaluation required by 9 this subsection shall include, but is not limited to, consideration of 10 critical area ordinances and, if planning under RCW 36.70A.040, an 11 12 analysis of the population allocated to a city or county from the most 13 recent ten-year population forecast by the office of financial 14 management.

(b) Any amendment of or revision to a comprehensive land use plan shall conform to this chapter. Any amendment of or revision to development regulations shall be consistent with and implement the comprehensive plan.

(2)(a) Each county and city shall establish and broadly disseminate 19 to the public a public participation program consistent with RCW 20 21 36.70A.035 and 36.70A.140 that identifies procedures and schedules 22 whereby updates, proposed amendments, or revisions of the comprehensive plan are considered by the governing body of the county or city no more 23 24 frequently than once every year. "Updates" means to review and revise, 25 if needed, according to subsection (1) of this section, and the time periods specified in subsection (4) of this section. Amendments may be 26 27 considered more frequently than once per year under the following circumstances: 28

(i) The initial adoption of a subarea plan that does not modify the
 comprehensive plan policies and designations applicable to the subarea;

31 (ii) The adoption or amendment of a shoreline master program under 32 the procedures set forth in chapter 90.58 RCW; and

33 (iii) The amendment of the capital facilities element of a 34 comprehensive plan that occurs concurrently with the adoption or 35 amendment of a county or city budget.

36 (b) Except as otherwise provided in (a) of this subsection, all 37 proposals shall be considered by the governing body concurrently so the 38 cumulative effect of the various proposals can be ascertained.

However, after appropriate public participation a county or city may adopt amendments or revisions to its comprehensive plan that conform with this chapter whenever an emergency exists or to resolve an appeal of a comprehensive plan filed with a growth management hearings board or with the court.

(3) Each county that designates urban growth areas under RCW 6 7 36.70A.110 shall review, at least every ten years, its designated urban growth area or areas, and the densities permitted within both the 8 9 incorporated and unincorporated portions of each urban growth area. In conjunction with this review by the county, each city located within an 10 urban growth area shall review the densities permitted within its 11 12 boundaries, and the extent to which the urban growth occurring within 13 the county has located within each city and the unincorporated portions of the urban growth areas. The county comprehensive plan designating 14 urban growth areas, and the densities permitted in the urban growth 15 16 areas by the comprehensive plans of the county and each city located 17 within the urban growth areas, shall be revised to accommodate the urban growth projected to occur in the county for the succeeding 18 twenty-year period. The review required by this subsection may be 19 20 combined with the review and evaluation required by RCW 36.70A.215.

(4) The department shall establish a schedule for counties and cities to take action to review and, if needed, revise their comprehensive plans and development regulations to ensure the plan and regulations comply with the requirements of this chapter. The schedule established by the department shall provide for the reviews and evaluations to be completed as follows:

(a) On or before December 1, 2004, and every seven years
thereafter, for ((<del>Clallam,</del>)) Clark, ((<del>Jefferson,</del>)) King, Kitsap,
Pierce, Snohomish, Thurston, and Whatcom counties and the cities within
those counties;

(b) On or before December 1, 2005, and every seven years thereafter, for Cowlitz, Island, Lewis, Mason, San Juan, Skagit, <u>Clallam, Jefferson,</u> and Skamania counties and the cities within those counties;

35 (c) On or before December 1, 2006, and every seven years 36 thereafter, for Benton, Chelan, Douglas, Grant, Kittitas, Spokane, and 37 Yakima counties and the cities within those counties; and

1 (d) On or before December 1, 2007, and every seven years 2 thereafter, for Adams, Asotin, Columbia, Ferry, Franklin, Garfield, 3 Grays Harbor, Klickitat, Lincoln, Okanogan, Pacific, Pend Oreille, 4 Stevens, Wahkiakum, Walla Walla, and Whitman counties and the cities 5 within those counties.

6 (5)(a) Nothing in this section precludes a county or city from 7 conducting the review and evaluation required by this section before 8 the time limits established in subsection (4) of this section. 9 Counties and cities may begin this process early and may be eligible 10 for grants from the department, subject to available funding, if they 11 elect to do so.

(b) State agencies are encouraged to provide technical assistance
to the counties and cities in the review of critical area ordinances,
comprehensive plans, and development regulations.

(6) A county or city subject to the time periods in subsection 15 (4)(a) of this section that, pursuant to an ordinance adopted by the 16 17 county or city establishing a schedule for periodic review of its comprehensive plan and development regulations, has conducted a review 18 and evaluation of its comprehensive plan and development regulations 19 and, on or after January 1, 2001, has taken action in response to that 20 21 review and evaluation shall be deemed to have conducted the first 22 review required by subsection (4)(a) of this section. Subsequent review and evaluation by the county or city of its comprehensive plan 23 24 and development regulations shall be conducted in accordance with the time periods established under subsection (4)(a) of this section. 25

(7) The requirements imposed on counties and cities under this 26 27 section shall be considered "requirements of this chapter" under the terms of RCW 36.70A.040(1). Only those counties and cities in 28 compliance with the schedules in this section shall have the requisite 29 authority to receive grants, loans, pledges, or financial guarantees 30 from those accounts established in RCW 43.155.050 and 70.146.030. Only 31 32 those counties and cities in compliance with the schedules in this section shall receive preference for grants or loans subject to the 33 provisions of RCW 43.17.250. 34

35 **Sec. 4.** RCW 84.55.050 and 1989 c 287 s 1 are each amended to read 36 as follows:

37 (1) Subject to any otherwise applicable statutory dollar rate

limitations, regular property taxes may be levied by or for a taxing 1 2 district in an amount exceeding the limitations provided for in this chapter if such levy is authorized by a proposition approved by a 3 majority of the voters of the taxing district voting on the proposition 4 at a general election held within the district or at a special election 5 within the taxing district called by the district for the purpose of 6 7 submitting such proposition to the voters. Any election held pursuant 8 to this section shall be held not more than twelve months prior to the date on which the proposed levy is to be made, except as provided in 9 subsection (3)(b) of this section. The ballot of the proposition shall 10 state the dollar rate proposed and shall clearly state any conditions 11 12 which are applicable under subsection (3) of this section.

13 (2) After a levy authorized pursuant to this section is made, the dollar amount of such levy shall be used for the purpose of computing 14 15 the limitations for subsequent levies provided for in this chapter, except as provided in subsections (3) and (4) of this section. 16

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(3) A proposition placed before the voters under this section may:

(a) Limit the period for which the increased levy is to be made;

19 (b) <u>Subject to statutory dollar limitations in RCW 84.52.043</u>, authorize annual increases in levies for any county, city, or town for 20 21 multiple consecutive years, up to six consecutive years, during which period each year's authorized maximum legal levy shall be used as the 22 base upon which an increased levy limit for the succeeding year is 23 24 computed, but the ballot proposition must state the dollar rate proposed only for the first year of the consecutive years and must 25 26 state the limit factor, or a specified index to be used for determining 27 a limit factor, such as the consumer price index, which need not be the same for all years, by which the regular tax levy for the district may 28 be increased in each of the subsequent consecutive years. Elections 29 for this purpose must be held at a primary or general election. The 30 title of each ballot measure must state the specific purposes for which 31 the proposed levy increase shall be used, and funds raised under this 32 levy shall not supplant existing funds used for these purposes; 33

(c) Limit the purpose for which the increased levy is to be made, 34 35 but if the limited purpose includes making redemption payments on 36 bonds, the period for which the increased levies are made shall not 37 exceed nine years;

1 (((<del>c)</del>)) <u>(d)</u> Set the levy at a rate less than the maximum rate
2 allowed for the district;

3 (e) Provide that the maximum allowable dollar amount of the final 4 annual levy of the period specified in the measure shall be used to 5 compute the limitations provided for in this chapter on levy increases 6 occurring after the expiration of the period; or

7 (((<del>(d)</del>)) <u>(f)</u> Include any combination of the conditions in this 8 subsection.

9 (4) Except as otherwise provided in an approved ballot measure 10 <u>under this section, a</u>fter the expiration of a limited period or the 11 satisfaction of a limited purpose, whichever comes first, subsequent 12 levies shall be computed as if:

(a) The limited proposition under subsection (3) of this sectionhad not been approved; and

(b) The taxing district had made levies at the maximum rates which would otherwise have been allowed under this chapter during the years levies were made under the limited proposition.

18 Sec. 5. RCW 36.70A.040 and 2000 c 36 s 1 are each amended to read 19 as follows:

20 (1)(a) Each county that has both a population of fifty thousand or 21 more and, until May 16, 1995, has had its population increase by more than ten percent in the previous ten years or, on or after May 16, 22 23 1995, has had its population increase by more than seventeen percent in 24 the previous ten years, and the cities located within such county, and any other county regardless of its population that has had its 25 26 population increase by more than twenty percent in the previous ten years, and the cities located within such county, shall conform with 27 all of the requirements of this chapter. However, the county 28 legislative authority of such a county with a population of less than 29 fifty thousand population may adopt a resolution removing the county, 30 31 and the cities located within the county, from the requirements of adopting comprehensive land use plans and development regulations under 32 this chapter if this resolution is adopted and filed with the 33 department by December 31, 1990, for counties initially meeting this 34 set of criteria, or within sixty days of the date the office of 35 36 financial management certifies that a county meets this set of criteria 37 under subsection  $\left(\left(\frac{5}{5}\right)\right)$  (6) of this section. For the purposes of this

subsection, a county not currently planning under this chapter is not required to include in its population count those persons confined in a correctional facility under the jurisdiction of the department of corrections that is located in the county.

5 (b) Once a county meets either of these sets of criteria and the 6 county has not removed itself from the requirement to plan under this 7 section pursuant to subsection (3) of this section, the requirement to 8 conform with all of the requirements of this chapter remains in effect, 9 even if the county no longer meets one of these sets of criteria.

(2) The county legislative authority of any county that does not 10 meet either of the sets of criteria established under subsection (1) of 11 12 this section may adopt a resolution indicating its intention to have 13 subsection (1) of this section apply to the county. Each city, located 14 in a county that chooses to plan under this subsection, shall conform with all of the requirements of this chapter. Once such a resolution 15 has been adopted, the county and the cities located within the county 16 17 remain subject to all of the requirements of this chapter unless the county removes itself from the requirement to plan under this section 18 19 pursuant to subsection (3) of this section.

20 (3) <u>A county that meets the requirements of this subsection, and a</u> 21 <u>city located within the county, may be relieved from the requirement to</u> 22 <u>plan under this section.</u>

(a) A county may be relieved from the planning requirement of this 23 24 section only if the county: (i) Has a population of less than ten thousand; (ii) has a privately owned taxable land base of less than 25 26 twenty percent; and (iii) includes no more than one incorporated city. 27 (b) To be relieved from the planning requirement of this section, a county shall adopt a resolution that removes the county and the city 28 from the requirement to plan and shall file the resolution with the 29 department. Removal shall be deemed to occur on the date the 30 resolution is filed with the department. 31

32 (4) Any county or city that is initially required to conform with 33 all of the requirements of this chapter under subsection (1) of this 34 section and has not removed itself under subsection (3) of this section 35 shall take actions under this chapter as follows: (a) The county 36 legislative authority shall adopt a county-wide planning policy under 37 RCW 36.70A.210; (b) the county and each city located within the county 38 shall designate critical areas, agricultural lands, forest lands, and

mineral resource lands, and adopt development regulations conserving 1 2 these designated agricultural lands, forest lands, and mineral resource lands and protecting these designated critical areas, under RCW 3 36.70A.170 and 36.70A.060; (c) the county shall designate and take 4 other actions related to urban growth areas under RCW 36.70A.110; (d) 5 if the county has a population of fifty thousand or more, the county б 7 and each city located within the county shall adopt a comprehensive plan under this chapter and development regulations that are consistent 8 with and implement the comprehensive plan on or before July 1, 1994, 9 10 and if the county has a population of less than fifty thousand, the county and each city located within the county shall adopt a 11 12 comprehensive plan under this chapter and development regulations that 13 are consistent with and implement the comprehensive plan by January 1, 1995, but if the governor makes written findings that a county with a 14 population of less than fifty thousand or a city located within such a 15 county 16 is not making reasonable progress toward adopting а 17 comprehensive plan and development regulations the governor may reduce this deadline for such actions to be taken by no more than one hundred 18 eighty days. Any county or city subject to this subsection may obtain 19 an additional six months before it is required to have adopted its 20 21 development regulations by submitting a letter notifying the department 22 of community, trade, and economic development of its need prior to the deadline for adopting both a comprehensive plan and development 23 24 regulations.

25 (((4))) (5) Any county or city that is required to conform with all the requirements of this chapter, as a result of the county legislative 26 27 authority adopting its resolution of intention under subsection (2) of this section and the county has not removed itself pursuant to 28 subsection (3) of this section, shall take actions under this chapter 29 as follows: (a) The county legislative authority shall adopt a county-30 wide planning policy under RCW 36.70A.210; (b) the county and each city 31 32 that is located within the county shall adopt development regulations conserving agricultural lands, forest lands, and mineral resource lands 33 it designated under RCW 36.70A.060 within one year of the date the 34 county legislative authority adopts its resolution of intention; (c) 35 the county shall designate and take other actions related to urban 36 37 growth areas under RCW 36.70A.110; and (d) the county and each city 38 that is located within the county shall adopt a comprehensive plan and

development regulations that are consistent with and implement the 1 2 comprehensive plan not later than four years from the date the county legislative authority adopts its resolution of intention, but a county 3 or city may obtain an additional six months before it is required to 4 have adopted its development regulations by submitting a letter 5 notifying the department of community, trade, and economic development б 7 of its need prior to the deadline for adopting both a comprehensive plan and development regulations. 8

9 (((5))) <u>(6)</u> If the office of financial management certifies that 10 the population of a county that previously had not been required to plan under subsection (1) or (2) of this section has changed 11 12 sufficiently to meet either of the sets of criteria specified under subsection (1) of this section, and where applicable, the county 13 legislative authority has not adopted a resolution removing the county 14 from these requirements as provided in subsection (1) of this section, 15 the county and each city within such county shall take actions under 16 17 this chapter as follows: (a) The county legislative authority shall adopt a county-wide planning policy under RCW 36.70A.210; (b) the 18 county and each city located within the county shall adopt development 19 regulations under RCW 36.70A.060 conserving agricultural lands, forest 20 21 lands, and mineral resource lands it designated within one year of the 22 certification by the office of financial management; (c) the county shall designate and take other actions related to urban growth areas 23 24 under RCW 36.70A.110; and (d) the county and each city located within 25 the county shall adopt a comprehensive land use plan and development regulations that are consistent with and implement the comprehensive 26 27 plan within four years of the certification by the office of financial management, but a county or city may obtain an additional six months 28 before it is required to have adopted its development regulations by 29 submitting a letter notifying the department of community, trade, and 30 31 economic development of its need prior to the deadline for adopting 32 both a comprehensive plan and development regulations.

33 (((6))) (7) A copy of each document that is required under this 34 section shall be submitted to the department at the time of its 35 adoption.

36 (((7))) (8) Cities and counties planning under this chapter must 37 amend the transportation element of the comprehensive plan to be in compliance with this chapter and chapter 47.80 RCW no later than
 December 31, 2000.

3 <u>NEW SECTION.</u> Sec. 6. This act is necessary for the immediate 4 preservation of the public peace, health, or safety, or support of the 5 state government and its existing public institutions, and takes effect 6 July 1, 2003.

7 <u>NEW SECTION.</u> Sec. 7. If any provision of this act or its 8 application to any person or circumstance is held invalid, the 9 remainder of the act or the application of the provision to other 10 persons or circumstances is not affected.

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