
SECOND SUBSTITUTE SENATE BILL 5511

State of Washington

66th Legislature

2019 Regular Session

By Senate Ways & Means (originally sponsored by Senators Wellman, Sheldon, Carlyle, Short, McCoy, Nguyen, Takko, Cleveland, Darneille, Dhingra, Llias, Mullet, Saldaña, and Frockt; by request of Office of the Governor)

READ FIRST TIME 03/01/19.

1 AN ACT Relating to expanding affordable, resilient broadband
2 service to enable economic development, public safety, health care,
3 and education in Washington's communities; amending RCW 54.16.330,
4 53.08.370, 80.36.630, 80.36.650, 80.36.660, 80.36.670, 80.36.680,
5 80.36.690, and 80.36.700; amending 2013 2nd sp.s. c 8 ss 212 and 303
6 (uncodified); reenacting and amending RCW 43.84.092; adding new
7 sections to chapter 43.330 RCW; adding new sections to chapter 43.155
8 RCW; creating a new section; repealing RCW 43.330.415, 43.330.418,
9 and 80.36.620; providing expiration dates; and declaring an
10 emergency.

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

12 NEW SECTION. **Sec. 1.** The legislature finds that:

13 (1) Access to broadband is critical to full participation in
14 society and the modern economy;

15 (2) Increasing broadband access to unserved areas of the state
16 serves a fundamental governmental purpose and function and provides a
17 public benefit to the citizens of Washington by enabling access to
18 health care, education, and essential services, providing economic
19 opportunities, and enhancing public health and safety;

20 (3) Achieving affordable and quality broadband access for all
21 Washingtonians will require additional and sustained investment,

1 research, local and community participation, and partnerships between
2 private, public, and nonprofit entities;

3 (4) The federal communications commission has adopted a national
4 broadband plan that includes recommendations directed to federal,
5 state, and local governments, including recommendations to:

6 (a) Design policies to ensure robust competition and maximize
7 consumer welfare, innovation, and investment;

8 (b) Ensure efficient allocation and management of assets that the
9 government controls or influences to encourage network upgrades and
10 competitive entry;

11 (c) Reform current universal service mechanisms to support
12 deployment in high-cost areas, ensuring that low-income Americans can
13 afford broadband, and supporting efforts to boost adoption and
14 utilization; and

15 (d) Reform laws, policies, standards, and incentives to maximize
16 the benefits of broadband in sectors that government influences
17 significantly, such as public education, health care, and government
18 operations;

19 (5) Extensive investments have been made by the
20 telecommunications industry and the public sector, as well as
21 policies and programs adopted to provide affordable broadband
22 services throughout the state, that will provide a foundation to
23 build a comprehensive statewide framework for additional actions
24 needed to advance the state's broadband goals; and

25 (6) Providing additional funding mechanisms to increase broadband
26 access in unserved areas is in the best interest of the state. To
27 that end, this act establishes a grant and loan program that will
28 support the extension of broadband infrastructure to unserved areas.
29 To ensure this program primarily serves the public interest, the
30 legislature intends that any grant or loan provided to a private
31 entity under this program must be conditioned on a guarantee that the
32 asset or infrastructure to be developed will be maintained for public
33 use for a period of at least fifteen years.

34 NEW SECTION. **Sec. 2.** A new section is added to chapter 43.330
35 RCW to read as follows:

36 The definitions in this section apply throughout this section and
37 sections 3 through 6 of this act unless the context clearly requires
38 otherwise.

1 (1) "Board" means the public works board established in RCW
2 43.155.030.

3 (2) "Broadband" or "broadband service" means any service
4 providing advanced telecommunications capability and internet access
5 with transmission speeds that, at a minimum, provide twenty-five
6 megabits per second download and three megabits per second upload.

7 (3) "Broadband infrastructure" means networks of deployed
8 telecommunications equipment and technologies necessary to provide
9 high-speed internet access and other advanced telecommunications
10 services to end users.

11 (4) "Department" means the department of commerce.

12 (5) "Last mile infrastructure" means broadband infrastructure
13 that serves as the final connection from a broadband service
14 provider's network to the end-use customer's on-premises
15 telecommunications equipment.

16 (6) "Local government" includes cities, towns, counties,
17 municipal corporations, public port districts, public utility
18 districts, quasi-municipal corporations, special purpose districts,
19 and multiparty entities comprised of public entity members.

20 (7) "Middle mile infrastructure" means broadband infrastructure
21 that links a broadband service provider's core network infrastructure
22 to last mile infrastructure.

23 (8) "Office" means the governor's statewide broadband office
24 established in section 3 of this act.

25 (9) "Tribe" means any federally recognized Indian tribe whose
26 traditional lands and territories included parts of Washington.

27 (10) "Unserved areas" means areas of Washington in which
28 households and businesses lack access to broadband service, as
29 defined by the office, except that the state's definition for
30 broadband service may not be actual speeds less than twenty-five
31 megabits per second download and three megabits per second upload.

32 NEW SECTION. **Sec. 3.** A new section is added to chapter 43.330
33 RCW to read as follows:

34 (1) The governor's statewide broadband office is established. The
35 director of the office must be appointed by the governor. The office
36 may employ staff necessary to carry out the office's duties as
37 prescribed by this act, subject to the availability of amounts
38 appropriated for this specific purpose.

1 (2) The purpose of the office is to encourage, foster, develop,
2 and improve affordable, quality broadband within the state in order
3 to:

4 (a) Drive job creation, promote innovation, improve economic
5 vitality, and expand markets for Washington businesses;

6 (b) Serve the ongoing and growing needs of Washington's education
7 systems, health care systems, public safety systems, industries and
8 business, governmental operations, and citizens; and

9 (c) Improve broadband accessibility for unserved communities and
10 populations.

11 NEW SECTION. **Sec. 4.** A new section is added to chapter 43.330
12 RCW to read as follows:

13 (1) The office has the power and duty to:

14 (a) Serve as the central broadband planning body for the state of
15 Washington;

16 (b) Coordinate with local governments, tribes, public and private
17 entities, nonprofit organizations, and consumer-owned and investor-
18 owned utilities to develop strategies and plans promoting deployment
19 of broadband infrastructure and greater broadband access while
20 protecting proprietary information;

21 (c) Review existing broadband initiatives, policies, and public
22 and private investments;

23 (d) Develop, recommend, and implement a statewide plan to
24 encourage cost-effective broadband access and to make recommendations
25 for increased usage, particularly in rural and other unserved areas;

26 (e) Update the state's broadband goals and definitions for
27 broadband service in unserved areas as technology advances, except
28 that the state's definition for broadband service may not be actual
29 speeds less than twenty-five megabits per second download and three
30 megabits per second upload; and

31 (f) Encourage public-private partnerships to increase deployment
32 and adoption of broadband services and applications.

33 (2) When developing plans or strategies for broadband deployment,
34 the office must consider:

35 (a) Partnerships between communities, tribes, nonprofit
36 organizations, local governments, consumer-owned and investor-owned
37 utilities, and public and private entities;

38 (b) Funding opportunities that provide for the coordination of
39 public, private, state, and federal funds for the purposes of making

1 broadband infrastructure or broadband services available to rural and
2 unserved areas of the state;

3 (c) Barriers to the deployment, adoption, and utilization of
4 broadband service, including affordability of service; and

5 (d) Requiring minimum broadband service of twenty-five megabits
6 per second download and three megabits per second upload speed, that
7 is scalable to faster service.

8 (3) The office may assist applicants to the grant and loan
9 program created in section 7 of this act with seeking federal funding
10 or matching grants and other grant opportunities for deploying
11 broadband services.

12 (4) The office may take all appropriate steps to seek and apply
13 for federal funds for which the office is eligible, and other grants,
14 or accept donations, and must deposit the funds in the statewide
15 broadband account created in section 8 of this act.

16 (5) In carrying out its purpose, the office may collaborate with
17 the utilities and transportation commission, the office of the chief
18 information officer, the department of commerce, the community
19 economic revitalization board, the public works board, the state
20 librarian, and all other relevant state agencies.

21 NEW SECTION. **Sec. 5.** A new section is added to chapter 43.330
22 RCW to read as follows:

23 It is a goal of the state of Washington that:

24 (1) By 2024, all Washington businesses and residences have access
25 to high-speed broadband that provides minimum download speeds of at
26 least twenty-five megabits per second and minimum upload speeds of at
27 least three megabits per second;

28 (2) By 2026, all Washington communities have access to at least
29 one gigabit per second symmetrical broadband service via anchor
30 institutions like schools, hospitals, libraries, and government
31 buildings; and

32 (3) By 2028, all Washington businesses and residences have access
33 to at least one provider of broadband with download speeds of at
34 least one hundred fifty megabits per second and upload speeds of at
35 least one hundred fifty megabits per second.

36 NEW SECTION. **Sec. 6.** A new section is added to chapter 43.330
37 RCW to read as follows:

1 (1) Beginning January 1, 2021, and biennially thereafter, the
2 office shall report to the legislative committees with jurisdiction
3 over broadband policy and finance on the office's activities during
4 the previous two years.

5 (2) The report must, at a minimum, contain:

6 (a) An analysis of the current availability and use of broadband,
7 including average broadband speeds, within the state;

8 (b) Information gathered from schools, libraries, hospitals, and
9 public safety facilities across the state, determining the actual
10 speed and capacity of broadband currently in use and the need, if
11 any, for increases in speed and capacity to meet current or
12 anticipated needs;

13 (c) An overview of incumbent broadband infrastructure within the
14 state;

15 (d) A summary of the office's activities in coordinating
16 broadband infrastructure development with the public works board,
17 including a summary of funds awarded under section 7 of this act;

18 (e) Suggested policies, incentives, and legislation designed to
19 accelerate the achievement of the goals under section 5 of this act;
20 and

21 (f) Any proposed legislative and policy initiatives.

22 NEW SECTION. **Sec. 7.** A new section is added to chapter 43.155
23 RCW to read as follows:

24 (1) The board shall establish a competitive grant and loan
25 program to award funding to eligible applicants in order to promote
26 the expansion of access to broadband service in unserved areas of the
27 state.

28 (2)(a) Grants and loans may be awarded under this section to
29 assist in funding acquisition, installation, and construction of
30 middle mile and last mile infrastructure that supports broadband
31 services and to assist in funding strategic planning for deploying
32 broadband service in unserved areas.

33 (b) The board may choose to fund all or part of an application
34 for funding, provided that the application meets the requirements of
35 subsection (9) of this section.

36 (3) Eligible applicants for grants and loans awarded under this
37 section include:

38 (a) Local governments;

39 (b) Tribes;

1 (c) Nonprofit organizations;

2 (d) Cooperative associations;

3 (e) Multiparty entities comprised of public entity members;

4 (f) Limited liability corporations organized for the purpose of
5 expanding broadband access; and

6 (g) Incorporated businesses or partnerships.

7 (4) (a) The board shall develop administrative procedures
8 governing the application and award process. The board shall act as
9 fiscal agent for the program and is responsible for receiving and
10 reviewing applications and awarding funds under this section.

11 (b) At least sixty days prior to the first day applications may
12 be submitted each fiscal year, the board must publish on its web site
13 the specific criteria and any quantitative weighting scheme or
14 scoring system that the board will use to evaluate or rank
15 applications and award funding.

16 (c) The board may maintain such separate accounting in the
17 statewide broadband account as the board deems necessary to carry out
18 the purposes of this section.

19 (d) The board must provide a method for the allocation of loans,
20 grants, provision of technical assistance, and interest rates under
21 this section.

22 (5) An applicant for a grant or loan under this section must
23 provide the following information on the application:

24 (a) The location of the project;

25 (b) The kind and amount of broadband infrastructure to be
26 purchased for the project;

27 (c) Evidence regarding the unserved nature of the community in
28 which the project is to be located;

29 (d) Evidence that proposed infrastructure will be capable of
30 scaling to greater download and upload speeds;

31 (e) The number of households passed that will gain access to
32 broadband service as a result of the project or whose broadband
33 service will be upgraded as a result of the project;

34 (f) The estimated cost of retail services to end users
35 facilitated by a project;

36 (g) The proposed actual download and upload speeds experienced by
37 end users;

38 (h) Evidence of significant community institutions that will
39 benefit from the proposed project;

1 (i) Anticipated economic, educational, health care, or public
2 safety benefits created by the project;

3 (j) Evidence of community support for the project;

4 (k) If available, a description of the applicant's user adoption
5 assistance program and efforts to promote the use of newly available
6 broadband services created by the project;

7 (l) The estimated total cost of the project;

8 (m) Other sources of funding for the project that will supplement
9 any grant or loan award;

10 (n) A demonstration of the project's long-term sustainability,
11 including the applicant's financial soundness, organizational
12 capacity, and technical expertise;

13 (o) A strategic plan to maintain long-term operation of the
14 infrastructure;

15 (p) Evidence that no later than six weeks before submission of
16 the application, the applicant contacted, in writing, all entities
17 providing broadband service near the proposed project area to ask
18 each broadband service provider's plan to upgrade broadband service
19 in the project area to speeds that meet or exceed the state's
20 definition for broadband service as defined in section 2 of this act,
21 within the time frame specified in the proposed grant or loan
22 activities;

23 (q) If applicable, the broadband service providers' written
24 responses to the inquiry made under (p) of this subsection; and

25 (r) Any additional information requested by the board.

26 (6) (a) Within thirty days of the close of the grant and loan
27 application process, the board shall publish on its web site the
28 proposed geographic broadband service area and the proposed broadband
29 speeds for each application submitted.

30 (b) Any existing broadband service provider near the proposed
31 project area may, within thirty days of publication of the
32 information under (a) of this subsection, submit in writing to the
33 board an objection to an application. An objection must contain
34 information demonstrating that:

35 (i) The project would result in overbuild, meaning that the
36 objecting provider currently provides, or has begun construction to
37 provide, broadband service to end users in the proposed project area
38 at speeds equal to or greater than the state speed goals contained in
39 section 5 of this act; or

1 (ii) The objecting provider commits to complete construction of
2 broadband infrastructure and provide broadband service to end users
3 in the proposed project area at speeds equal to or greater than the
4 state speed goals contained in section 5 of this act, no later than
5 twenty-four months after the date awards are made under this section
6 for the grant and loan cycle under which the application was
7 submitted.

8 (c) Objections submitted to the board under this subsection must
9 be certified by affidavit.

10 (d) The board may evaluate the information submitted under this
11 section by the objecting provider and must consider it in making a
12 determination on the application objected to. The board may request
13 clarification or additional information. The board may choose to not
14 fund a project if the board determines that the objecting provider's
15 commitment to provide broadband service that meets the requirements
16 of (b) of this subsection in the proposed project area is credible.
17 In assessing the commitment, the board may consider whether the
18 objecting provider has or will provide a bond, letter of credit, or
19 other indicia of financial commitment guaranteeing the project's
20 completion.

21 (e) If the board denies funding to an applicant as a result of a
22 broadband service provider's objection made under this section, and
23 the broadband service provider does not fulfill its commitment to
24 provide broadband service in the project area, then for the following
25 two grant and loan cycles, the board is prohibited from denying
26 funding to an applicant on the basis of a challenge by the same
27 broadband service provider, unless the board determines that the
28 broadband service provider's failure to fulfill the provider's
29 commitment was the result of factors beyond the broadband service
30 provider's control. The board is not prohibited from denying funding
31 to an applicant for reasons other than an objection by the same
32 broadband service provider.

33 (f) An applicant or broadband service provider that objected to
34 the application may request a debriefing conference regarding the
35 board's decision on the application. Requests for debriefing must be
36 coordinated by the office and must be submitted in writing in
37 accordance with procedure specified by the office.

38 (g) Confidential business and financial information submitted by
39 an objecting provider under this subsection is exempt from disclosure
40 under chapter 42.56 RCW.

1 (7) (a) In evaluating applications and awarding funds, the board
2 shall give priority to applications that are constructed in areas
3 identified as unserved.

4 (b) In evaluating applications and awarding funds, the board may
5 give priority to applications that:

6 (i) Provide assistance to public-private partnerships deploying
7 broadband infrastructure from areas currently served with broadband
8 service to areas currently lacking access to broadband services;

9 (ii) Demonstrate project readiness to proceed;

10 (iii) Construct infrastructure that is open-access, meaning that,
11 during the useful life of the infrastructure, service providers may
12 use network services and facilities at rates, terms, and conditions
13 that are not discriminatory or preferential between providers, and
14 employing accountable interconnection arrangements published and
15 available publicly;

16 (iv) Are submitted by tribal governments whose reservations are
17 in rural and remote areas where reliable and efficient broadband
18 services are unavailable to many or most residents;

19 (v) Bring broadband service to tribal lands, particularly to
20 rural and remote tribal lands or areas servicing rural and remote
21 tribal entities;

22 (vi) Are submitted by tribal governments in rural and remote
23 areas that have spent significant amounts of tribal funds to address
24 the problem but cannot provide necessary broadband services without
25 either additional state or federal, or both, support;

26 (vii) Serve economically distressed areas of the state as the
27 term "distressed area" is defined in RCW 43.168.020;

28 (viii) Offer new or substantially upgraded broadband service to
29 important community anchor institutions including, but not limited
30 to, libraries, educational institutions, public safety facilities,
31 and health care facilities;

32 (ix) Facilitate the use of telemedicine and electronic health
33 records, especially in deliverance of behavioral health services and
34 services to veterans;

35 (x) Provide technical support and train residents, businesses,
36 and institutions in the community served by the project to utilize
37 broadband service;

38 (xi) Include a component to actively promote the adoption of
39 newly available broadband services in the community;

1 (xii) Provide evidence of strong support for the project from
2 citizens, government, businesses, and community institutions;

3 (xiii) Provide access to broadband service to a greater number of
4 unserved households and businesses, including farms;

5 (xiv) Utilize equipment and technology demonstrating greater
6 longevity of service;

7 (xv) Seek the lowest amount of state investment per new location
8 served and leverage greater amounts of funding for the project from
9 other private and public sources;

10 (xvi) Include evidence of a customer service plan;

11 (xvii) Consider leveraging existing broadband infrastructure and
12 other unique solutions;

13 (xviii) Benefit public safety and fire preparedness; or

14 (xix) Demonstrate other priorities as the board may prescribe by
15 rule.

16 (c) The board shall endeavor to award funds under this section to
17 qualified applicants in all regions of the state, giving top priority
18 to tribal reservations in rural and remote regions of Washington.

19 (d) The board shall consider affordability and quality of service
20 to end users in making a determination on any application.

21 (e) The board may develop additional rules for eligibility,
22 project applications, the associated objection process, and funding
23 priority, as provided under this subsection and subsections (3), (5),
24 and (6) of this section.

25 (f) The board may adopt rules for a voluntary nonbinding
26 mediation between incumbent providers and applicants to the grant and
27 loan program created in this section.

28 (8) To ensure a grant or loan to a private entity under this
29 section primarily serves the public interest and benefits the public,
30 any such grant or loan must be conditioned on a guarantee that the
31 asset or infrastructure to be developed will be maintained for public
32 use for a period of at least fifteen years.

33 (9) (a) Except as provided in (b) and (c) of this subsection, no
34 funds awarded under this section may fund more than fifty percent of
35 the total cost of the project.

36 (b) Funds awarded to a single project under this section must not
37 exceed two million dollars unless awarded pursuant to a proposal from
38 a tribal government in a rural and remote area if the tribe provides
39 evidence of prior investments of at least two million dollars in
40 tribal funds for expanding broadband services on the reservation.

1 Awards may then be up to five million dollars per project if the
2 rural and remotely located tribal applicant provides evidence of
3 prior investments by the tribe of approximately five million dollars
4 to expand broadband services on the reservation and can show that
5 this has not adequately addressed the needs of populations unserved
6 by broadband on the reservation. No matching cash funds are required
7 of the rural and remotely located tribal applicant awarded these
8 funds. If a rural and remotely located tribal government is offered
9 loan funds for expansion of broadband services, these must be no-
10 interest or very low-interest loans.

11 (c) The board may choose to fund up to ninety percent of the
12 total cost of a project in financially distressed areas as the term
13 "distressed area" is defined in RCW 43.168.020.

14 (10) Prior to awarding funds under this section, the board must
15 establish an expert review panel charged with providing the board an
16 assessment of the economic and technical feasibility of applications.
17 The board must consider the expert review panel's assessment as part
18 of its evaluation of a proposed application. The expert review panel
19 must be no more than three individuals chosen from state agencies
20 with demonstrated proficiency in broadband or telecommunications.

21 (11) The board shall have such rights of recovery in the event of
22 default in payment or other breach of financing agreement as may be
23 provided in the agreement or otherwise by law.

24 (12) The community economic revitalization board shall facilitate
25 the timely transmission of information and documents from its
26 broadband program to the public works board in order to effectuate an
27 orderly transition.

28 (13) The definitions in section 2 of this act apply throughout
29 this section unless the context clearly requires otherwise.

30 NEW SECTION. **Sec. 8.** A new section is added to chapter 43.155
31 RCW to read as follows:

32 (1) The statewide broadband account is created in the state
33 treasury. Moneys received from appropriations by the legislature, the
34 proceeds of bond sales when authorized by the legislature, repayment
35 of loans, or any other lawful source must be deposited into the
36 account for uses consistent with this section. Moneys in the account
37 may be spent only after appropriation.

38 (2) Expenditures from the account may be used only:

1 (a) For grant and loan awards made under section 7 of this act,
2 including costs incurred by the board to administer section 7 of this
3 act;

4 (b) To contract for data acquisition, a statewide broadband
5 demand assessment, or gap analysis;

6 (c) To supplement revenues raised by bonds sold by local
7 governments for broadband structure development; or

8 (d) To provide for state match requirements under federal law.

9 (3) The board must maintain separate accounting for any federal
10 funds in the account.

11 (4) The definitions in section 2 of this act apply throughout
12 this section unless the context clearly requires otherwise.

13 **Sec. 9.** RCW 54.16.330 and 2004 c 158 s 1 are each amended to
14 read as follows:

15 (1) ~~(a)~~ A public utility district in existence on June 8, 2000,
16 may construct, purchase, acquire, develop, finance, lease, license,
17 handle, provide, add to, contract for, interconnect, alter, improve,
18 repair, operate, and maintain any telecommunications facilities
19 within or without the district's limits for the following purposes:

20 ~~((a))~~ (i) For the district's internal telecommunications needs;

21 ~~((and~~

22 ~~(b))~~ (ii) For the provision of wholesale telecommunications
23 services within the district and by contract with another public
24 utility district.

25 (b) Except as provided in subsection (8) of this section, nothing
26 in this ~~(subsection)~~ section shall be construed to authorize public
27 utility districts to provide telecommunications services to end
28 users.

29 (2) A public utility district providing wholesale or retail
30 telecommunications services shall ensure that rates, terms, and
31 conditions for such services are not unduly or unreasonably
32 discriminatory or preferential. Rates, terms, and conditions are
33 discriminatory or preferential when a public utility district
34 offering rates, terms, and conditions to an entity for wholesale or
35 retail telecommunications services does not offer substantially
36 similar rates, terms, and conditions to all other entities seeking
37 substantially similar services.

38 (3) A public utility district providing wholesale or retail
39 telecommunications services shall not be required to, but may,

1 establish a separate utility system or function for such purpose. In
2 either case, a public utility district providing wholesale
3 telecommunications services shall separately account for any revenues
4 and expenditures for those services according to standards
5 established by the state auditor pursuant to its authority in chapter
6 43.09 RCW and consistent with the provisions of this title. Any
7 revenues received from the provision of wholesale telecommunications
8 services must be dedicated to costs incurred to build and maintain
9 any telecommunications facilities constructed, installed, or acquired
10 to provide such services, including payments on debt issued to
11 finance such services, until such time as any bonds or other
12 financing instruments executed after June 8, 2000, and used to
13 finance such telecommunications facilities are discharged or retired.

14 (4) When a public utility district provides wholesale or retail
15 telecommunications services, all telecommunications services rendered
16 to the district for the district's internal telecommunications needs
17 shall be allocated or charged at its true and full value. A public
18 utility district may not charge its nontelecommunications operations
19 rates that are preferential or discriminatory compared to those it
20 charges entities purchasing wholesale or retail telecommunications
21 services.

22 (5) If a person or entity receiving retail telecommunications
23 services from a public utility district under this section has a
24 complaint regarding the reasonableness of the rates, terms,
25 conditions, or services provided, the person or entity may file a
26 complaint with the district commission.

27 (6) A public utility district shall not exercise powers of
28 eminent domain to acquire telecommunications facilities or
29 contractual rights held by any other person or entity to
30 telecommunications facilities.

31 ((+6)) (7) Except as otherwise specifically provided, a public
32 utility district may exercise any of the powers granted to it under
33 this title and other applicable laws in carrying out the powers
34 authorized under this section. Nothing in chapter 81, Laws of 2000
35 limits any existing authority of a public utility district under this
36 title.

37 (8) (a) If an internet service provider operating on
38 telecommunications facilities of a public utility district that
39 provides wholesale telecommunications services but does not provide
40 retail telecommunications services, ceases to provide access to the

1 internet to its end-use customers, and no other retail service
2 providers are willing to provide service, the public utility district
3 may provide retail telecommunications services to the end-use
4 customers of the defunct internet service provider in order for end-
5 use customers to maintain access to the internet until a replacement
6 internet service provider is, or providers are, in operation.

7 (b) Within thirty days of an internet service provider ceasing to
8 provide access to the internet, the public utility district must
9 initiate a process to find a replacement internet service provider or
10 providers to resume providing access to the internet using
11 telecommunications facilities of a public utility district.

12 (c) For a maximum period of eleven months, following initiation
13 of the process begun in (b) of this section, or, if earlier than
14 eleven months, until a replacement internet service provider is, or
15 providers are, in operation, the district commission may establish a
16 rate for providing access to the internet and charge customers to
17 cover expenses necessary to provide access to the internet.

18 **Sec. 10.** RCW 53.08.370 and 2018 c 169 s 2 are each amended to
19 read as follows:

20 (1) A port district in existence on June 8, 2000, may construct,
21 purchase, acquire, develop, finance, lease, license, handle, provide,
22 add to, contract for, interconnect, alter, improve, repair, operate,
23 and maintain any telecommunications facilities within or without the
24 district's limits for the following purposes:

25 (a) For the district's own use; and

26 (b) For the provision of wholesale telecommunications services
27 within or without the district's limits. Nothing in this subsection
28 shall be construed to authorize port districts to provide
29 telecommunications services to end users.

30 (2) Except as provided in subsection (9) of this section, a port
31 district providing wholesale telecommunications services under this
32 section shall ensure that rates, terms, and conditions for such
33 services are not unduly or unreasonably discriminatory or
34 preferential. Rates, terms, and conditions are discriminatory or
35 preferential when a port district offering such rates, terms, and
36 conditions to an entity for wholesale telecommunications services
37 does not offer substantially similar rates, terms, and conditions to
38 all other entities seeking substantially similar services.

1 (3) When a port district establishes a separate utility function
2 for the provision of wholesale telecommunications services, it shall
3 account for any and all revenues and expenditures related to its
4 wholesale telecommunications facilities and services separately from
5 revenues and expenditures related to its internal telecommunications
6 operations. Any revenues received from the provision of wholesale
7 telecommunications services must be dedicated to the utility function
8 that includes the provision of wholesale telecommunications services
9 for costs incurred to build and maintain the telecommunications
10 facilities until such time as any bonds or other financing
11 instruments executed after June 8, 2000, and used to finance the
12 telecommunications facilities are discharged or retired.

13 (4) When a port district establishes a separate utility function
14 for the provision of wholesale telecommunications services, all
15 telecommunications services rendered by the separate function to the
16 district for the district's internal telecommunications needs shall
17 be charged at its true and full value. A port district may not charge
18 its nontelecommunications operations rates that are preferential or
19 discriminatory compared to those it charges entities purchasing
20 wholesale telecommunications services.

21 (5) A port district shall not exercise powers of eminent domain
22 to acquire telecommunications facilities or contractual rights held
23 by any other person or entity to telecommunications facilities.

24 (6) Except as otherwise specifically provided, a port district
25 may exercise any of the powers granted to it under this title and
26 other applicable laws in carrying out the powers authorized under
27 this section. Nothing in chapter 81, Laws of 2000 limits any existing
28 authority of a port district under this title.

29 (7) A port district that has not exercised the authorities
30 provided in this section prior to June 7, 2018, must develop a
31 business case plan before exercising the authorities provided in this
32 section. The port district must procure an independent qualified
33 consultant to review the business case plan, including the use of
34 public funds in the provision of wholesale telecommunications
35 services. Any recommendations or adjustments to the business case
36 plan made during third-party review must be received and either
37 rejected or accepted by the port commission in an open meeting.

38 (8) A port district with telecommunications facilities for use in
39 the provision of wholesale telecommunications in accordance with

1 subsection (1)(b) of this section may be subject to local leasehold
2 excise taxes under RCW 82.29A.040.

3 (9) (a) A port district under this section may select a
4 telecommunications company to operate all or a portion of the port
5 district's telecommunications facilities.

6 (b) For the purposes of this section "telecommunications company"
7 means any for-profit entity owned by investors that sells
8 telecommunications services to end users.

9 (c) Nothing in this subsection (9) is intended to limit or
10 otherwise restrict any other authority provided by law.

11 **Sec. 11.** RCW 80.36.630 and 2013 2nd sp.s. c 8 s 202 are each
12 amended to read as follows:

13 (1) The definitions in this section apply throughout this section
14 and RCW 80.36.650 through 80.36.690 and 80.36.610 unless the context
15 clearly requires otherwise.

16 (a) "Basic residential service" means those services set out in
17 47 C.F.R. Sec. 54.101(a) (2011), as it existed on the effective date
18 of this section, and mandatory extended area service approved by the
19 commission.

20 (b) "Basic telecommunications services" means the following
21 services:

22 (i) Single-party service;

23 (ii) Voice grade access to the public switched network;

24 (iii) Support for local usage;

25 (iv) Dual tone multifrequency signaling (touch-tone);

26 (v) Access to emergency services (911);

27 (vi) Access to operator services;

28 (vii) Access to interexchange services;

29 (viii) Access to directory assistance; and

30 (ix) Toll limitation services.

31 (c) "Broadband service" means any service providing advanced
32 telecommunications capability, including internet access and access
33 to high quality voice, data, graphics, or video.

34 (d) "Communications provider" means a provider of communications
35 services that assigns a working telephone number to a final consumer
36 for intrastate wireline or wireless communications services or
37 interconnected voice over internet protocol service, and includes
38 local exchange carriers.

1 ~~((d))~~ (e) "Communications services" includes telecommunications
2 services and information services and any combination thereof.

3 ~~((e))~~ (f) "Incumbent local exchange carrier" has the same
4 meaning as set forth in 47 U.S.C. Sec. 251(h).

5 ~~((f))~~ (g) "Incumbent public network" means the network
6 established by incumbent local exchange carriers for the delivery of
7 communications services to customers that is used by communications
8 providers for origination or termination of communications services
9 by or to customers.

10 ~~((g))~~ (h) "Interconnected voice over internet protocol service"
11 means an interconnected voice over internet protocol service that:
12 ~~((a)–[(i)])~~ (i) Enables real-time, two-way voice communications;
13 ~~((b)–[(ii)])~~ (ii) requires a broadband connection from the user's
14 location; ~~((c)–[(iii)])~~ (iii) requires internet protocol-compatible
15 customer premises equipment; and ~~((d)–[(iv)])~~ (iv) permits users
16 generally to receive calls that originate on the public network and
17 to terminate calls to the public network.

18 ~~((h))~~ (i) "Program" means the state universal communications
19 services program created in RCW 80.36.650.

20 ~~((i))~~ (j) "Telecommunications" has the same meaning as defined
21 in 47 U.S.C. Sec. 153(43).

22 ~~((j))~~ (k) "Telecommunications act of 1996" means the
23 telecommunications act of 1996 (P.L. 104-104, 110 Stat. 56).

24 ~~((k) "Working telephone number" means a north American numbering
25 plan telephone number, or successor dialing protocol, that is
26 developed for use in placing calls to or from the public network,
27 that enables a consumer to make or receive calls.)~~

28 (2) This section expires July 1, ~~((2020))~~ 2025.

29 **Sec. 12.** RCW 80.36.650 and 2016 c 145 s 1 are each amended to
30 read as follows:

31 (1) A state universal communications services program is
32 established. The program is established to protect public safety and
33 welfare under the authority of the state to regulate
34 telecommunications under Article XII, section 19 of the state
35 Constitution. The purpose of the program is to support continued
36 provision of basic telecommunications services under rates, terms,
37 and conditions established by the commission ~~((during the time over
38 which incumbent communications providers in the state are adapting to
39 changes in federal universal service fund and intercarrier~~

1 ~~compensation—support))~~ and the provision, enhancement, and
2 maintenance of broadband services, recognizing that, historically,
3 the incumbent public network functions to provide all communications
4 services including, but not limited to, voice and broadband services.

5 (2) Under the program, eligible communications providers may
6 receive distributions from the universal communications services
7 account created in RCW 80.36.690 in exchange for the affirmative
8 agreement to provide continued telecommunications services under the
9 rates, terms, and conditions established by the commission under this
10 chapter, and broadband services, for the period covered by the
11 distribution. The commission must implement and administer the
12 program under terms and conditions established in RCW 80.36.630
13 through 80.36.690. Expenditures for the program may not exceed five
14 million dollars per fiscal year; provided, however, that if less than
15 five million dollars is expended in any fiscal year, the unexpended
16 portion must be carried over to subsequent fiscal years and, unless
17 fully expended, must be available for program expenditures in such
18 subsequent fiscal years in addition to the five million dollars
19 allotted for each of those subsequent fiscal years.

20 (3) A communications provider is eligible to receive
21 distributions from the account if:

22 (a) (i) The communications provider is: ~~((+i))~~ (A) An incumbent
23 local exchange carrier serving fewer than forty thousand access lines
24 in the state; or ~~((+ii))~~ (B) a radio communications service company
25 providing wireless two-way voice communications service and broadband
26 services to less than the equivalent of forty thousand access lines
27 in the state. For purposes of determining the access line threshold
28 in this subsection, the access lines or equivalents of all wireline
29 affiliates must be counted as a single threshold, if the lines or
30 equivalents are located in Washington;

31 ~~((+b))~~ (ii) ~~The ((customers of the communications provider are~~
32 ~~at risk of rate instability or service interruptions or cessations~~
33 ~~absent a distribution to the provider that will allow the provider to~~
34 ~~maintain rates reasonably close to the benchmark))~~ communications
35 provider has adopted a plan to provide, enhance, or maintain
36 broadband services in its service area; and

37 ~~((+e))~~ (iii) The communications provider meets any other
38 requirements established by the commission pertaining to the
39 provision of communications services, including basic
40 telecommunications services; or

1 (b) The communications provider demonstrates to the commission
2 that the communications provider is able to provide the same or
3 comparable services at the same or similar service quality standards
4 at a lower price; and: (i) Will provide communications services to
5 all customers in the exchange or exchanges in which it will provide
6 service; and (ii) submits to the commission's regulation of its
7 service as if it were the incumbent local exchange company serving
8 the exchange or exchanges for which it seeks distribution from the
9 account.

10 (4) (a) Distributions to eligible communications providers are
11 based on ~~((a benchmark))~~ criteria established by the commission.
12 ~~((The benchmark is the rate the commission determines to be a~~
13 ~~reasonable amount customers should pay for basic residential service~~
14 ~~provided over the incumbent public network. However, if an incumbent~~
15 ~~local exchange carrier is charging rates above the benchmark for the~~
16 ~~basic residential service, that provider may not seek distributions~~
17 ~~from the fund for the purpose of reducing those rates to the~~
18 ~~benchmark.))~~

19 (b) If the program does not have sufficient funds to fully fund
20 the distribution formula set out in (a) of this subsection,
21 distributions must be reduced on a pro rata basis using the amounts
22 calculated for that year's program support as the basis of the pro
23 rata calculations.

24 (c) To receive a distribution under the program, an eligible
25 communications provider must affirmatively consent to continue
26 providing communications services to its customers under rates,
27 terms, and conditions established by the commission pursuant to this
28 chapter for the period covered by the distribution.

29 (5) The program is funded from amounts deposited by the
30 legislature in the universal communications services account
31 established in RCW 80.36.690. The commission must operate the program
32 within amounts appropriated for this purpose and deposited in the
33 account.

34 (6) The commission must periodically review the accounts and
35 records of any communications provider that receives distributions
36 under the program to ensure compliance with the program and monitor
37 the providers' use of the funds.

38 (7) The commission must establish an advisory board, consisting
39 of a reasonable balance of representatives from different types of
40 stakeholders, including but not limited to communications providers

1 and consumers, to advise the commission on any rules and policies
2 governing the operation of the program.

3 (8) The program terminates on June 30, (~~(2019)~~) 2024, and no
4 distributions may be made after that date.

5 (9) This section expires July 1, (~~(2020)~~) 2025.

6 **Sec. 13.** RCW 80.36.660 and 2013 2nd sp.s. c 8 s 204 are each
7 amended to read as follows:

8 (1) To implement the program, the commission must adopt rules for
9 the following purposes:

10 (a) Operation of the program, including criteria for: Eligibility
11 for distributions; use of the funds; identification of any reports or
12 data that must be filed with the commission, including, but not
13 limited to, how a communication provider used the distributed funds;
14 and the communications provider's infrastructure;

15 (b) Operation of the universal communications services account
16 established in RCW 80.36.690;

17 (c) Establishment of the (~~benchmark~~) criteria used to calculate
18 distributions; and

19 (d) Readoption, amendment, or repeal of any existing rules
20 adopted pursuant to RCW 80.36.610 (~~and 80.36.620~~) as necessary to
21 be consistent with RCW 80.36.630 through 80.36.690 and 80.36.610.

22 (2) This section expires July 1, (~~(2020)~~) 2025.

23 **Sec. 14.** RCW 80.36.670 and 2013 2nd sp.s. c 8 s 205 are each
24 amended to read as follows:

25 (1) In addition to any other penalties prescribed by law, the
26 commission may impose penalties for failure to make or delays in
27 making or filing any reports required by the commission for
28 administration of the program. In addition, the commission may
29 recover amounts determined to have been improperly distributed under
30 RCW 80.36.650. For the purposes of this section, the provisions of
31 RCW 80.04.380 through 80.04.405, inclusive, apply to all companies
32 that receive support from the universal communications services
33 account created in RCW 80.36.690.

34 (2) Any action taken under this section must be taken only after
35 providing the affected communications provider with notice and an
36 opportunity for a hearing, unless otherwise provided by law.

1 (3) Any amounts recovered under this section must be deposited in
2 the universal communications services account created in RCW
3 80.36.690.

4 (4) This section expires July 1, (~~2020~~) 2025.

5 **Sec. 15.** RCW 80.36.680 and 2013 2nd sp.s. c 8 s 206 are each
6 amended to read as follows:

7 (1) The commission may delegate to the commission secretary or
8 other staff the authority to resolve disputes and make other
9 administrative decisions necessary to the administration and
10 supervision of the program consistent with the relevant statutes and
11 commission rules.

12 (2) This section expires July 1, (~~2020~~) 2025.

13 **Sec. 16.** RCW 80.36.690 and 2013 2nd sp.s. c 8 s 208 are each
14 amended to read as follows:

15 (1) The universal communications services account is created in
16 the custody of the state treasurer. Revenues to the account consist
17 of moneys deposited in the account by the legislature and any
18 penalties or other recoveries received pursuant to RCW 80.36.670.
19 Expenditures from the account may be used only for the purposes of
20 the universal communications services program established in RCW
21 80.36.650 and commission expenses related to implementation and
22 administration of the provisions of RCW 80.36.630 through 80.36.690
23 and section 212, chapter 8, Laws of 2013 2nd sp. sess. Only the
24 secretary of the commission or the secretary's designee may authorize
25 expenditures from the account. The account is subject to allotment
26 procedures under chapter 43.88 RCW, but an appropriation is not
27 required for expenditures.

28 (2) This section expires July 1, (~~2020~~) 2025.

29 **Sec. 17.** RCW 80.36.700 and 2013 2nd sp.s. c 8 s 211 are each
30 amended to read as follows:

31 (1) The universal communications services program established in
32 RCW 80.36.630 through 80.36.690 terminates on June 30, (~~2019~~) 2024.

33 (2) This section expires July 1, (~~2020~~) 2025.

34 **Sec. 18.** 2013 2nd sp.s. c 8 s 212 (uncodified) is amended to
35 read as follows:

1 (1) By December 1, ((2017)) 2024, and in compliance with RCW
2 43.01.036, the Washington utilities and transportation commission
3 ((must)) may report to the appropriate committees of the legislature,
4 on the following: ((+1)) (a) Whether funding levels for each small
5 telecommunications company have been adequate to maintain reliable
6 universal service; ((+2)) (b) the future impacts on small
7 telecommunications companies from the elimination of funding under
8 this act; ((+3)) (c) the impacts on customer rates from the current
9 level of funding and the future impacts when the funding terminates
10 under this act; and ((+4)) (d) the impacts on line and service
11 delivery investments when the funding is terminated under this act.
12 The report may also include an analysis of the need for future
13 program funding and recommendations on potential funding mechanisms
14 to improve the availability of communications services, including
15 broadband service, in unserved areas. Commission expenses related to
16 conducting all analysis in preparation of this report must be
17 expended from the universal communications services account.

18 (2) The Washington utilities and transportation commission must
19 initiate a rule making to reform the state universal communications
20 services program no later than ninety days following the effective
21 date of this section. The rule making must address adding broadband
22 as a supported service and, consistent with the size of the fund,
23 establishing:

24 (a) Broadband provider eligibility;

25 (b) Service performance and buildout requirements for funding
26 recipients;

27 (c) Support amounts for maintaining systems that meet federal or
28 state broadband speed guidelines; and

29 (d) Methods to effectively and efficiently distribute program
30 support to eligible providers.

31 **Sec. 19.** RCW 43.84.092 and 2018 c 287 s 7, 2018 c 275 s 10, and
32 2018 c 203 s 14 are each reenacted and amended to read as follows:

33 (1) All earnings of investments of surplus balances in the state
34 treasury shall be deposited to the treasury income account, which
35 account is hereby established in the state treasury.

36 (2) The treasury income account shall be utilized to pay or
37 receive funds associated with federal programs as required by the
38 federal cash management improvement act of 1990. The treasury income
39 account is subject in all respects to chapter 43.88 RCW, but no

1 appropriation is required for refunds or allocations of interest
2 earnings required by the cash management improvement act. Refunds of
3 interest to the federal treasury required under the cash management
4 improvement act fall under RCW 43.88.180 and shall not require
5 appropriation. The office of financial management shall determine the
6 amounts due to or from the federal government pursuant to the cash
7 management improvement act. The office of financial management may
8 direct transfers of funds between accounts as deemed necessary to
9 implement the provisions of the cash management improvement act, and
10 this subsection. Refunds or allocations shall occur prior to the
11 distributions of earnings set forth in subsection (4) of this
12 section.

13 (3) Except for the provisions of RCW 43.84.160, the treasury
14 income account may be utilized for the payment of purchased banking
15 services on behalf of treasury funds including, but not limited to,
16 depository, safekeeping, and disbursement functions for the state
17 treasury and affected state agencies. The treasury income account is
18 subject in all respects to chapter 43.88 RCW, but no appropriation is
19 required for payments to financial institutions. Payments shall occur
20 prior to distribution of earnings set forth in subsection (4) of this
21 section.

22 (4) Monthly, the state treasurer shall distribute the earnings
23 credited to the treasury income account. The state treasurer shall
24 credit the general fund with all the earnings credited to the
25 treasury income account except:

26 (a) The following accounts and funds shall receive their
27 proportionate share of earnings based upon each account's and fund's
28 average daily balance for the period: The abandoned recreational
29 vehicle disposal account, the aeronautics account, the aircraft
30 search and rescue account, the Alaskan Way viaduct replacement
31 project account, the brownfield redevelopment trust fund account, the
32 budget stabilization account, the capital vessel replacement account,
33 the capitol building construction account, the Cedar River channel
34 construction and operation account, the Central Washington University
35 capital projects account, the charitable, educational, penal and
36 reformatory institutions account, the Chehalis basin account, the
37 cleanup settlement account, the Columbia river basin water supply
38 development account, the Columbia river basin taxable bond water
39 supply development account, the Columbia river basin water supply
40 revenue recovery account, the common school construction fund, the

1 community forest trust account, the connecting Washington account,
2 the county arterial preservation account, the county criminal justice
3 assistance account, the deferred compensation administrative account,
4 the deferred compensation principal account, the department of
5 licensing services account, the department of licensing tuition
6 recovery trust fund, the department of retirement systems expense
7 account, the developmental disabilities community trust account, the
8 diesel idle reduction account, the drinking water assistance account,
9 the drinking water assistance administrative account, the early
10 learning facilities development account, the early learning
11 facilities revolving account, the Eastern Washington University
12 capital projects account, the Interstate 405 express toll lanes
13 operations account, the education construction fund, the education
14 legacy trust account, the election account, the electric vehicle
15 charging infrastructure account, the energy freedom account, the
16 energy recovery act account, the essential rail assistance account,
17 The Evergreen State College capital projects account, the federal
18 forest revolving account, the ferry bond retirement fund, the freight
19 mobility investment account, the freight mobility multimodal account,
20 the grade crossing protective fund, the public health services
21 account, (~~the high capacity transportation account,~~) the state
22 higher education construction account, the higher education
23 construction account, the highway bond retirement fund, the highway
24 infrastructure account, the highway safety fund, the high occupancy
25 toll lanes operations account, the hospital safety net assessment
26 fund, the industrial insurance premium refund account, the judges'
27 retirement account, the judicial retirement administrative account,
28 the judicial retirement principal account, the local leasehold excise
29 tax account, the local real estate excise tax account, the local
30 sales and use tax account, the marine resources stewardship trust
31 account, the medical aid account, the mobile home park relocation
32 fund, the money-purchase retirement savings administrative account,
33 the money-purchase retirement savings principal account, the motor
34 vehicle fund, the motorcycle safety education account, the multimodal
35 transportation account, the multiuse roadway safety account, the
36 municipal criminal justice assistance account, the natural resources
37 deposit account, the oyster reserve land account, the pension funding
38 stabilization account, the perpetual surveillance and maintenance
39 account, the pollution liability insurance agency underground storage
40 tank revolving account, the public employees' retirement system plan

1 1 account, the public employees' retirement system combined plan 2
2 and plan 3 account, the public facilities construction loan revolving
3 account beginning July 1, 2004, the public health supplemental
4 account, the public works assistance account, the Puget Sound capital
5 construction account, the Puget Sound ferry operations account, the
6 Puget Sound taxpayer accountability account, the real estate
7 appraiser commission account, the recreational vehicle account, the
8 regional mobility grant program account, the resource management cost
9 account, the rural arterial trust account, the rural mobility grant
10 program account, the rural Washington loan fund, the sexual assault
11 prevention and response account, the site closure account, the
12 skilled nursing facility safety net trust fund, the small city
13 pavement and sidewalk account, the special category C account, the
14 special wildlife account, the state employees' insurance account, the
15 state employees' insurance reserve account, the state investment
16 board expense account, the state investment board commingled trust
17 fund accounts, the state patrol highway account, the state route
18 number 520 civil penalties account, the state route number 520
19 corridor account, the state wildlife account, the statewide broadband
20 account, the statewide tourism marketing account, the student
21 achievement council tuition recovery trust fund, the supplemental
22 pension account, the Tacoma Narrows toll bridge account, the
23 teachers' retirement system plan 1 account, the teachers' retirement
24 system combined plan 2 and plan 3 account, the tobacco prevention and
25 control account, the tobacco settlement account, the toll facility
26 bond retirement account, the transportation 2003 account (nickel
27 account), the transportation equipment fund, the transportation
28 future funding program account, the transportation improvement
29 account, the transportation improvement board bond retirement
30 account, the transportation infrastructure account, the
31 transportation partnership account, the traumatic brain injury
32 account, the tuition recovery trust fund, the University of
33 Washington bond retirement fund, the University of Washington
34 building account, the volunteer firefighters' and reserve officers'
35 relief and pension principal fund, the volunteer firefighters' and
36 reserve officers' administrative fund, the Washington judicial
37 retirement system account, the Washington law enforcement officers'
38 and firefighters' system plan 1 retirement account, the Washington
39 law enforcement officers' and firefighters' system plan 2 retirement
40 account, the Washington public safety employees' plan 2 retirement

1 account, the Washington school employees' retirement system combined
2 plan 2 and 3 account, the Washington state health insurance pool
3 account, the Washington state patrol retirement account, the
4 Washington State University building account, the Washington State
5 University bond retirement fund, the water pollution control
6 revolving administration account, the water pollution control
7 revolving fund, the Western Washington University capital projects
8 account, the Yakima integrated plan implementation account, the
9 Yakima integrated plan implementation revenue recovery account, and
10 the Yakima integrated plan implementation taxable bond account.
11 Earnings derived from investing balances of the agricultural
12 permanent fund, the normal school permanent fund, the permanent
13 common school fund, the scientific permanent fund, the state
14 university permanent fund, and the state reclamation revolving
15 account shall be allocated to their respective beneficiary accounts.

16 (b) Any state agency that has independent authority over accounts
17 or funds not statutorily required to be held in the state treasury
18 that deposits funds into a fund or account in the state treasury
19 pursuant to an agreement with the office of the state treasurer shall
20 receive its proportionate share of earnings based upon each account's
21 or fund's average daily balance for the period.

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

25 **Sec. 20.** 2013 2nd sp.s. c 8 s 303 (uncodified) is amended to
26 read as follows:

27 Section 209 of this act expires July 1, (~~2020~~) 2025.

28 NEW SECTION. **Sec. 21.** The following acts or parts of acts are
29 each repealed:

30 (1) RCW 43.330.415 (Washington community technology opportunity
31 account) and 2011 1st sp.s. c 43 s 608, 2009 c 509 s 8, & 2008 c 262
32 s 8;

33 (2) RCW 43.330.418 (Broadband deployment and adoption—Governor's
34 actions—Oversight and implementation by the department) and 2011 1st
35 sp.s. c 43 s 609 & 2009 c 509 s 9; and

36 (3) RCW 80.36.620 (Universal service program—Rules) and 1998 c
37 337 s 3.

1 NEW SECTION. **Sec. 22.** If any provision of this act or its
2 application to any person or circumstance is held invalid, the
3 remainder of the act or the application of the provision to other
4 persons or circumstances is not affected.

5 NEW SECTION. **Sec. 23.** Sections 11 through 18 and 20 of this act
6 are necessary for the immediate preservation of the public peace,
7 health, or safety, or support of the state government and its
8 existing public institutions, and take effect immediately.

--- END ---