CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 5748

Chapter 404, Laws of 2019

66th Legislature 2019 Regular Session

MILITARY INSTALLATIONS--INCOMPATIBLE DEVELOPMENT--ACCOUNT

EFFECTIVE DATE: July 28, 2019

Passed by the Senate April 26, 2019 Yeas 45 Nays 1

CYRUS HABIB

President of the Senate

Passed by the House April 15, 2019 Yeas 97 Nays 1

FRANK CHOPP

Speaker of the House of Representatives

Approved May 13, 2019 4:55 PM

CERTIFICATE

I, Brad Hendrickson, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 5748** as passed by the Senate and the House of Representatives on the dates hereon set forth.

BRAD HENDRICKSON

Secretary

FILED

May 16, 2019

JAY INSLEE

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE SENATE BILL 5748

AS AMENDED BY THE HOUSE

Passed Legislature - 2019 Regular Session

State of Washington 66th Legislature 2019 Regular Session

By Senate Ways & Means (originally sponsored by Senators Conway, O'Ban, Frockt, Rolfes, Randall, and Zeiger)

READ FIRST TIME 02/19/19.

1 AN ACT Relating to creating an account to support necessary 2 infrastructure nearby military installations; and adding new sections 3 to chapter 43.330 RCW.

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

5 <u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 43.330 6 RCW to read as follows:

7 (1) The defense community compatibility account is created in the 8 state treasury. Revenues to the account consist of appropriations by 9 the legislature, private contributions, and all other sources 10 deposited in the account.

11 (2) (a) Expenditures from the account may only be used for grants 12 to local governments or entities who have entered into an agreement 13 with a military installation in the state under the United States 14 of defense readiness and environmental department protection 15 integration program for purposes of the programs established in 16 subsection (3) of this section, including administrative expenses. 17 Priority must be given for grant applications accompanied by express 18 support from nonprofit community or neighborhood-based organizations, 19 public development authorities, federally recognized Indian tribes in 20 the state, or other community partners. Only the director or the 21 director's designee, may authorize expenditures. In order for the

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director or the director's designee to authorize an expenditure for the purpose identified in subsection (3) of this section, both federal and applicant funds must be committed to the same purposes or project as the state expenditure.

5 (b) An applicant must submit an application to the department in 6 order to be eligible for funding under this subsection, and the 7 department may not expend money on a project for which an applicant 8 has not applied to the department to carry out the project.

(3) (a) The department may expend moneys from the account to 9 provide state funds for projects identified by applicants to address 10 incompatible development connected to Washington state military 11 12 installations. purposes of this section, For "incompatible development" includes land development and military operations that 13 impact the economy, environment, or quality of life opportunities for 14 15 local communities.

16 (b) The department must evaluate and rank applications using objective criteria such as a community cost-benefit analysis, must 17 consider recommendations from 18 a citizens advisory commission comprised of representatives of community stakeholders impacted by 19 military installations or their operations, must hold public hearings 20 21 at least ninety days prior to any funding decision, and may consider 22 the degree to which each project is compatible with the criteria 23 established in the United States department of defense's readiness and environmental protection integration program. 24

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(c) Eligible projects may include:

(i) Acquisition of real property or real property interests toeliminate an existing incompatible use;

(ii) Projects to jointly assist in the recovery or protection of endangered species dependent on military installation property for habitat;

(iii) Projects or programs to increase the availability of housing affordable to enlisted military personnel and nonmilitary residents in the local community;

34 (iv) Projects to retrofit existing uses to increase their 35 compatibility with existing or future military operations;

36 (v) Projects to enable local communities heavily dependent on a 37 nearby military installation to diversify the local economy so as to 38 reduce the economic dependence on the military base;

39 (vi) Projects that aid communities to replace jobs lost in the 40 event of a reduction of the military presence; and

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1 (vii) Projects that improve or enhance aspects of the local 2 economy, environment, or quality of life impacted by the presence of 3 military activities.

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(4) The department may adopt rules to implement this section.

5 <u>NEW SECTION.</u> Sec. 2. A new section is added to chapter 43.330 6 RCW to read as follows:

7 (1) The department must produce a biennial report identifying a
8 list of projects to address incompatible developments near military
9 installations.

10 (a) The list must include a description of each project, the 11 estimated cost of the project, the amount of recommended state 12 funding, and the amount of any federal or local funds documented to 13 be available to be used for the project.

14 (b) Projects on the list must be prioritized with consideration 15 given to:

(i) The recommendations of the recent United States department of
 defense base realignment and closure (BRAC) processes, joint land use
 studies, or other federally initiated land use processes; and

(ii) Whether a branch of the United States armed forces has identified the project as increasing the viability of military installations for current or future missions.

(c) The department may consult with the commanders of United States military installations in Washington to understand impacts and identify the viability of community identified projects to reduce incompatibility.

26 (2) The department must submit the report to appropriate 27 committees of the house of representatives and the senate, including 28 the joint committee on veterans' and military affairs and the house 29 of representatives capital budget committee, by January 1, 2020, and 30 every two years thereafter.

> Passed by the Senate April 26, 2019. Passed by the House April 15, 2019. Approved by the Governor May 13, 2019. Filed in Office of Secretary of State May 16, 2019.

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