ESHB 1853 - S AMD 459 By Senator Liias

ADOPTED 04/20/2023

1 Strike everything after the enacting clause and insert the 2 following:

"NEW SECTION. Sec. 1. During the regular legislative session of 3 4 2022, the legislature passed Engrossed Substitute Senate Bill No. 5974 (chapter 182, Laws of 2022), a significant transportation 5 resources bill intended to provide needed transportation funding 6 7 throughout the state. However, since the enactment of that act, certain drafting errors and omissions were identified within the act 8 9 resulting in some provisions being enacted contrary to legislative intent. Additionally, some corrective changes were identified that 10 11 would better conform certain provisions with original legislative intent. Therefore, it is the intent of the legislature to simply 12 13 correct manifest drafting errors and omissions and adopt corrective 14 changes in order to conform certain provisions with the original legislative intent of Engrossed Substitute Senate Bill No. 5974 15 (chapter 182, Laws of 2022). It is not the intent of the legislature 16 17 to alter the intended substantive policy enacted in Engrossed 18 Substitute Senate Bill No. 5974 (chapter 182, Laws of 2022), but rather to make certain corrective changes. 19

20 Sec. 2. RCW 46.17.015 and 2022 c 182 s 207 are each amended to 21 read as follows:

(1) A person who applies for a vehicle registration or for any other right to operate a vehicle on the highways of this state shall pay a 25 cent license plate technology fee in addition to any other fees and taxes required by law. The license plate technology fee must be distributed under RCW 46.68.370.

(2) A vehicle registered under RCW 46.16A.455 or 46.17.330 is not subject to the license plate technology fee, except for a vehicle ((registered under RCW 46.16A.455(3))) subject to the fee under RCW 46.17.355.

(3) The revenue <u>generated</u> from ((the license plate technology fee
 imposed on vehicles registered under RCW 46.16A.455(3))) <u>subsection</u>
 (2) of this section must be deposited in the move ahead WA account
 created in RCW 46.68.510.

5 Sec. 3. RCW 46.17.025 and 2022 c 182 s 208 are each amended to 6 read as follows:

7 (1) A person who applies for a vehicle registration or for any 8 other right to operate a vehicle on the highways of this state shall 9 pay a 50 cent license service fee in addition to any other fees and 10 taxes required by law. The license service fee must be distributed 11 under RCW 46.68.220.

(2) A vehicle registered under RCW 46.16A.455 or 46.17.330 is not
 subject to the license service fee, except for a vehicle ((registered
 under RCW 46.16A.455(3)) subject to the fee under RCW 46.17.355.

15 (3) The revenue <u>generated</u> from ((the license service fee imposed on vehicles registered under RCW 46.16A.455(3))) <u>subsection (2) of</u> <u>this section</u> must be deposited in the move ahead WA account created in RCW 46.68.510.

19 Sec. 4. RCW 81.104.170 and 2019 c 273 s 12 are each amended to 20 read as follows:

21 (1) Cities that operate transit systems, county transportation 22 authorities, metropolitan municipal corporations, public 23 transportation benefit areas, high capacity transportation corridor areas, and regional transit authorities may submit an authorizing 24 proposition to the voters and if approved by a majority of persons 25 26 voting, fix and impose a sales and use tax in accordance with the 27 terms of this chapter, solely for the purpose of providing high capacity transportation service. 28

(2) The tax authorized pursuant to this section is in addition to the tax authorized by RCW 82.14.030 and must be collected from those persons who are taxable by the state pursuant to chapters 82.08 and 82.12 RCW upon the occurrence of any taxable event within the taxing district.

(a) Except for the tax imposed under (b) of this subsection by
 regional transit authorities that include a county with a population
 of more than ((one million five hundred thousand)) <u>1,500,000</u>, the
 maximum rate of such tax must be approved by the voters and may not
 exceed one percent of the selling price (in the case of a sales tax)
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1 or value of the article used (in the case of a use tax). The maximum 2 rate of such tax that may be imposed may not exceed nine-tenths of 3 one percent in any county that imposes a tax under RCW 82.14.340, or 4 within a regional transit authority if any county within the 5 authority imposes a tax under RCW 82.14.340.

(b) The maximum rate of such tax that may be imposed by a 6 regional transit authority that includes a county with a population 7 of more than ((one million five hundred thousand)) 1,500,000 must be 8 approved by the voters and may not exceed 1.4 percent. If a regional 9 transit authority imposes the tax authorized under this subsection 10 11 (2) (b) in excess of 0.9 percent, the authority may not receive any 12 funds provided in omnibus transportation state grant an appropriations act except transit coordination grants created in 13 chapter 11, Laws of 2015 3rd sp. sess. and regional mobility grant 14 program funds. To be eligible to receive regional mobility grant 15 16 program funds, a regional transit authority must have adopted, at a 17 minimum, a zero-fare policy that allows passengers 18 years of age and younger to ride free of charge on all modes provided by the 18 19 authority by October 1, 2022.

(3) (a) The exemptions in RCW 82.08.820 and 82.12.820 are for the state portion of the sales and use tax and do not extend to the tax authorized in this section.

(b) The exemptions in RCW 82.08.962 and 82.12.962 are for the state and local sales and use taxes and include the tax authorized by this section.

(c) The exemptions in RCW 82.14.532 are for the local sales anduse taxes and include the tax authorized by this section.

28 Sec. 5. RCW 81.104.175 and 2018 c 81 s 1 are each amended to 29 read as follows:

30 (1) A regional transit authority that includes a county with a 31 population of more than ((one million five hundred thousand)) 32 1,500,000 may impose a regular property tax levy in an amount not to 33 exceed ((twenty-five)) 25 cents per ((thousand dollars)) \$1,000 of 34 the assessed value of property in the regional transit authority 35 district in accordance with the terms of this section.

36 (2) Any tax imposed under this section must be used for the 37 purpose of providing high capacity transportation service, as set 38 forth in a proposition that is approved by a majority of the 39 registered voters that vote on the proposition.

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1 (3) Property taxes imposed under this section may be imposed for 2 the period of time required to pay the cost to plan, design, 3 construct, operate, and maintain the transit facilities set forth in 4 the approved proposition. Property taxes pledged to repay bonds may 5 be imposed at the pledged amount until the bonds are retired. After 6 the bonds are retired, property taxes authorized under this section 7 must be:

8 (a) Reduced to the level required to operate and maintain the 9 regional transit authority's transit facilities; or

10 (b) Terminated, unless the taxes have been extended by public 11 vote.

12 (4) The limitations in RCW 84.52.043 do not apply to the tax 13 authorized in this section.

14 (5) The limitation in RCW 84.55.010 does not apply to the first 15 levy imposed under this section.

(6) If a regional transit authority imposes the tax authorized 16 17 under subsection (1) of this section, the authority may not receive 18 any state grant funds provided in an omnibus transportation appropriations act except transit coordination grants created in 19 chapter 11, Laws of 2015 3rd sp. sess. and regional mobility grant 20 program funds. To be eligible to receive regional mobility grant 21 22 program funds, a regional transit authority must have adopted, at a minimum, a zero-fare policy that allows passengers 18 years of age 23 and younger to ride free of charge on all modes provided by the 24 25 authority by October 1, 2022.

26 (7) Property taxes imposed under this section may not be imposed 27 on less than a whole parcel.

28 Sec. 6. RCW 47.04.380 and 2022 c 182 s 417 are each amended to 29 read as follows:

30 (1) The legislature finds that many communities across Washington 31 state have not equitably benefited from investments in the active 32 transportation network. The legislature also finds that legacy state 33 transportation facilities designed primarily for vehicle use caused 34 disconnections in safe routes for people who walk, bike, and roll to 35 work and to carry out other daily activities.

36 (2) To address these investment gaps, <u>and to honor the legacy of</u>
 37 <u>community advocacy of Sandy Williams</u>, the <u>Sandy Williams</u> connecting
 38 communities program is established within the department. The purpose

1 of the program is to improve active transportation connectivity in 2 communities by:

3 (a) Providing safe, continuous routes for pedestrians,
4 bicyclists, and other nonvehicle users carrying out their daily
5 activities;

6 (b) Mitigating for the health, safety, and access impacts of 7 transportation infrastructure that bisects communities and creates 8 obstacles in the local active transportation network;

9 (c) Investing in greenways providing protected routes for a wide 10 variety of nonvehicular users; and

(d) Facilitating the planning, development, and implementation of projects and activities that will improve the connectivity and safety of the active transportation network.

14 (3) The department must select projects to propose to the 15 legislature for funding. In selecting projects, the department must 16 consider, at a minimum, the following criteria:

(a) Access to a transit facility, community facility, commercialcenter, or community-identified assets;

(b) The use of minority and women-owned businesses and communitybased organizations in planning, community engagement, design, and construction of the project;

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(c) Whether the project will serve:

(i) Overburdened communities as defined in RCW 70A.02.010 to mean a geographic area where vulnerable populations face combined, multiple environmental harms and health impacts, and includes, but is not limited to, highly impacted communities as defined in RCW 19.405.020;

28 (ii) Vulnerable populations as defined in RCW 70A.02.010 to mean 29 population groups that are more likely to be at higher risk for poor health outcomes in response to environmental harms, due to adverse 30 31 socioeconomic factors, such as unemployment, high housing, and 32 transportation costs relative to income, limited access to nutritious 33 food and adequate health care, linguistic isolation, and other factors that negatively affect health outcomes and increase 34 vulnerability to the effects of environmental harms; and sensitivity 35 36 factors, such as low birth weight and higher rates of hospitalization. Vulnerable populations include, but are not limited 37 to: Racial or ethnic minorities, low-income populations, populations 38 39 disproportionately impacted by environmental harms, and populations 40 of workers experiencing environmental harms;

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(iii) Household incomes at or below 200 percent of the federal
 poverty level; and

3 (iv) People with disabilities;

4 (d) Environmental health disparities, such as those indicated by
5 the diesel pollution burden portion of the Washington environmental
6 health disparities map developed by the department of health, or
7 other similar indicators;

8 (e) Location on or adjacent to tribal lands or locations 9 providing essential services to tribal members;

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(f) Crash experience involving pedestrians and bicyclists; and

11 (g) Identified need by the community, for example in the state 12 active transportation plan or a regional, county, or community plan.

13 (4) It is the intent of the legislature that the <u>Sandy Williams</u> 14 connecting communities program comply with the requirements of 15 chapter 314, Laws of 2021.

16 (5) The department shall submit a report to the transportation 17 committees of the legislature by December 1, 2022, and each December 18 1st thereafter identifying the selected connecting communities 19 projects for funding by the legislature. The report must also include 20 the status of previously funded projects.

21 (6) This section expires July 1, 2027.

22 Sec. 7. RCW 47.04.390 and 2022 c 182 s 419 are each amended to 23 read as follows:

24 The department shall establish a statewide school-based (1) bicycle education grant program. The grant will support two programs: 25 One for elementary and middle school; and one for junior high and 26 27 high school aged youth to develop the skills and street safety knowledge to be more confident bicyclists for transportation and/or 28 recreation. In development of the grant program, the department is 29 encouraged to consult with the environmental justice council and the 30 31 office of equity.

32 (2) (a) For the elementary and middle school program, the department shall contract with a nonprofit organization with relevant 33 including a statewide footprint 34 reach and experience, and demonstrable experience deploying bicycling and road safety education 35 curriculum via a train the trainer model in schools. The selected 36 37 nonprofit shall identify partner schools that serve target 38 populations, based on the criteria in subsection (3) of this section. Partner schools shall receive from the nonprofit: In-school bike and 39 S-3367.1/23 Code Rev/AI:jlb 6

1 pedestrian safety education curriculum, materials, equipment guidance 2 and consultation, and physical education teacher trainings. Youth 3 grades three through eight are eligible for the program.

4 (b) Selected school districts shall receive and maintain a fleet 5 of bicycles for the youth in the program. Youth and families 6 participating in the school-base bicycle education grant program 7 shall have an opportunity to receive a bike, lock, helmet, and lights 8 free of cost.

(3) For the junior high and high school program, the department 9 shall contract with a nonprofit organization with relevant reach and 10 experience, including a statewide footprint; demonstrable experience 11 12 developing and managing youth-based programming serving youth of color in an after-school and/or community setting; and deploying 13 bicycling and road safety education curriculum via a train the 14 trainer model. The selected nonprofit shall use the equity-based 15 16 criteria in subsection (4) of this section to identify target 17 populations and partner organizations including, but not limited to, schools, community-based organizations, housing authorities, and 18 parks and recreation departments, that work with the eligible 19 populations of youth ages 14 to 18. Partner organizations shall 20 21 receive from the nonprofit: Education curriculum, materials, equipment including, but not limited to, bicycles, helmets, locks, 22 and lights, guidance and consultation, and initial instructor/ 23 volunteer training, as well as ongoing support. 24

(4) In selecting schools and partner organizations for the school-based bicycle education grant program, the department and nonprofit must consider, at a minimum, the following criteria:

(a) Population impacted by poverty, as measured by free and
 reduced lunch population or 200 percent federal poverty level;

- 30 (b) People of color;
- 31

(c) People of Hispanic heritage;

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(d) People with disabilities;

33 (e) Environmental health disparities, such as those indicated by 34 the diesel pollution burden portion of the Washington environmental 35 health disparities map developed by the department of health, or 36 other similar indicators;

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37 (f) Location on or adjacent to an Indian reservation;

38 (g) Geographic location throughout the state;

39 (h) Crash experience involving pedestrians and bicyclists;

40 (i) Access to a community facility or commercial center; and

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1 (j) Identified need in the state active transportation plan or a 2 regional, county, or community plan.

3 (5) The department shall submit a report for both programs to the 4 transportation committees of the legislature by December 1, 2022, and 5 each December 1st thereafter identifying the selected programs and 6 school districts for funding by the legislature. The report must also 7 include the status of previously funded programs.

8 **Sec. 8.** RCW 46.68.480 and 2022 c 182 s 430 are each amended to 9 read as follows:

The Cooper Jones active transportation safety account is created 10 in the state treasury. All receipts from penalties collected under 11 RCW 46.63.170 shall be deposited into the account. Expenditures from 12 the account may be used only to fund grant projects or programs for 13 bicycle, pedestrian, and nonmotorist safety improvement administered 14 15 by the Washington traffic safety commission. By December 1, 2024, and every two years thereafter, the commission shall report to the 16 transportation committees of the legislature regarding the activities 17 funded from the account. The account is subject to allotment 18 procedures under chapter 43.88 RCW. Moneys in the account may be 19 20 spent only after appropriation.

21 Sec. 9. RCW 43.84.092 and 2022 c 182 s 403 are each amended to 22 read as follows:

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

26 (2) The treasury income account shall be utilized to pay or 27 receive funds associated with federal programs as required by the federal cash management improvement act of 1990. The treasury income 28 29 account is subject in all respects to chapter 43.88 RCW, but no 30 appropriation is required for refunds or allocations of interest earnings required by the cash management improvement act. Refunds of 31 interest to the federal treasury required under the cash management 32 improvement act fall under RCW 43.88.180 and shall not require 33 appropriation. The office of financial management shall determine the 34 amounts due to or from the federal government pursuant to the cash 35 management improvement act. The office of financial management may 36 37 direct transfers of funds between accounts as deemed necessary to implement the provisions of the cash management improvement act, and 38 Code Rev/AI:jlb S-3367.1/23 8

1 this subsection. Refunds or allocations shall occur prior to the 2 distributions of earnings set forth in subsection (4) of this 3 section.

(3) Except for the provisions of RCW 43.84.160, the treasury 4 income account may be utilized for the payment of purchased banking 5 6 services on behalf of treasury funds including, but not limited to, depository, safekeeping, and disbursement functions for the state 7 treasury and affected state agencies. The treasury income account is 8 subject in all respects to chapter 43.88 RCW, but no appropriation is 9 required for payments to financial institutions. Payments shall occur 10 11 prior to distribution of earnings set forth in subsection (4) of this 12 section.

13 (4) Monthly, the state treasurer shall distribute the earnings 14 credited to the treasury income account. The state treasurer shall 15 credit the general fund with all the earnings credited to the 16 treasury income account except:

The following accounts and funds shall receive their 17 (a) proportionate share of earnings based upon each account's and fund's 18 average daily balance for the period: The abandoned recreational 19 vehicle disposal account, the aeronautics account, the Alaskan Way 20 21 viaduct replacement project account, the ambulance transport fund, the brownfield redevelopment trust fund account, the budget 22 23 stabilization account, the capital vessel replacement account, the capitol building construction account, the Central Washington 24 25 University capital projects account, the charitable, educational, penal and reformatory institutions account, the Chehalis basin 26 account, the Chehalis basin taxable account, the cleanup settlement 27 28 account, the climate active transportation account, the climate transit programs account, the Columbia river basin water supply 29 development account, the Columbia river basin taxable bond water 30 31 supply development account, the Columbia river basin water supply 32 revenue recovery account, the common school construction fund, the community forest trust account, the connecting Washington account, 33 the county arterial preservation account, the county criminal justice 34 assistance account, the deferred compensation administrative account, 35 the deferred compensation principal account, the department of 36 licensing services account, the department of retirement systems 37 expense account, the developmental disabilities community services 38 39 account, the diesel idle reduction account, the drinking water 40 assistance account, the administrative subaccount of the drinking Code Rev/AI:jlb 9 S-3367.1/23

water assistance account, the early learning facilities development 1 account, the early learning facilities revolving account, the Eastern 2 Washington University capital projects account, the education 3 construction fund, the education legacy trust account, the election 4 account, the electric vehicle account, the energy freedom account, 5 6 the energy recovery act account, the essential rail assistance account, The Evergreen State College capital projects account, the 7 fair start for kids account, the ferry bond retirement fund, the 8 fish, wildlife, and conservation account, the freight mobility 9 investment account, the freight mobility multimodal account, the 10 11 grade crossing protective fund, the public health services account, 12 the state higher education construction account, the higher education construction account, the higher education retirement 13 plan supplemental benefit fund, the highway bond retirement fund, the 14 highway infrastructure account, the highway safety fund, the hospital 15 16 safety net assessment fund, the Interstate 405 and state route number 17 167 express toll lanes account, the judges' retirement account, the judicial retirement administrative account, the judicial retirement 18 19 principal account, the limited fish and wildlife account, the local leasehold excise tax account, the local real estate excise tax 20 21 account, the local sales and use tax account, the marine resources 22 stewardship trust account, the medical aid account, the money-23 purchase retirement savings administrative account, the moneypurchase retirement savings principal account, the motor vehicle 24 25 fund, the motorcycle safety education account, the move ahead WA account, the move ahead WA flexible account, the multimodal 26 transportation account, the multiuse roadway safety account, the 27 28 municipal criminal justice assistance account, the oyster reserve land account, the pension funding stabilization account, the 29 perpetual surveillance and maintenance account, the pilotage account, 30 31 the pollution liability insurance agency underground storage tank 32 revolving account, the public employees' retirement system plan 1 account, the public employees' retirement system combined plan 2 and 33 plan 3 account, the public facilities construction loan revolving 34 account, the public health supplemental account, the public works 35 36 assistance account, the Puget Sound capital construction account, the Puget Sound ferry operations account, the Puget Sound Gateway 37 facility account, the Puget Sound taxpayer accountability account, 38 39 the real estate appraiser commission account, the recreational vehicle account, the regional mobility grant program account, the 40 S-3367.1/23 Code Rev/AI:jlb 10

1 resource management cost account, the rural arterial trust account, the rural mobility grant program account, the rural Washington loan 2 fund, the sexual assault prevention and response account, the site 3 closure account, the skilled nursing facility safety net trust fund, 4 the small city pavement and sidewalk account, the special category C 5 6 account, the special wildlife account, the state investment board expense account, the state investment board commingled trust fund 7 accounts, the state patrol highway account, the state reclamation 8 revolving account, the state route number 520 civil penalties 9 account, the state route number 520 corridor account, the statewide 10 11 broadband account, the statewide tourism marketing account, the 12 supplemental pension account, the Tacoma Narrows toll bridge account, the teachers' retirement system plan 1 account, the teachers' 13 retirement system combined plan 2 and plan 3 account, the tobacco 14 prevention and control account, the tobacco settlement account, the 15 16 toll facility bond retirement account, the transportation 2003 account (nickel account), the transportation equipment fund, the JUDY 17 18 transportation future funding program account, the transportation 19 improvement account, the transportation improvement board bond retirement account, the transportation infrastructure account, the 20 21 transportation partnership account, the traumatic brain injury account, the University of Washington bond retirement fund, the 22 23 University of Washington building account, the voluntary cleanup account, the volunteer firefighters' and reserve officers' relief and 24 25 pension principal fund, the volunteer firefighters' and reserve officers' administrative fund, the vulnerable roadway user education 26 account, the Washington judicial retirement system account, the 27 28 Washington law enforcement officers' and firefighters' system plan 1 retirement account, the Washington law enforcement officers' and 29 firefighters' system plan 2 retirement account, the Washington public 30 31 safety employees' plan 2 retirement account, the Washington school 32 employees' retirement system combined plan 2 and 3 account, the Washington state patrol retirement account, the Washington State 33 University building account, the Washington State University bond 34 retirement fund, the water pollution control revolving administration 35 account, the water pollution control revolving fund, the Western 36 Washington University capital projects account, the Yakima integrated 37 plan implementation account, 38 the Yakima integrated plan 39 implementation revenue recovery account, and the Yakima integrated 40 plan implementation taxable bond account. Earnings derived from S-3367.1/23 Code Rev/AI:jlb 11

1 investing balances of the agricultural permanent fund, the normal 2 school permanent fund, the permanent common school fund, the 3 scientific permanent fund, and the state university permanent fund 4 shall be allocated to their respective beneficiary accounts.

5 (b) Any state agency that has independent authority over accounts 6 or funds not statutorily required to be held in the state treasury 7 that deposits funds into a fund or account in the state treasury 8 pursuant to an agreement with the office of the state treasurer shall 9 receive its proportionate share of earnings based upon each account's 10 or fund's average daily balance for the period.

11 (5) In conformance with Article II, section 37 of the state 12 Constitution, no treasury accounts or funds shall be allocated 13 earnings without the specific affirmative directive of this section.

14 Sec. 10. RCW 43.84.092 and 2022 c 182 s 404 are each amended to 15 read as follows:

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

(2) The treasury income account shall be utilized to pay or 19 20 receive funds associated with federal programs as required by the federal cash management improvement act of 1990. The treasury income 21 22 account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for refunds or allocations of interest 23 24 earnings required by the cash management improvement act. Refunds of 25 interest to the federal treasury required under the cash management improvement act fall under RCW 43.88.180 and shall not require 26 27 appropriation. The office of financial management shall determine the amounts due to or from the federal government pursuant to the cash 28 management improvement act. The office of financial management may 29 30 direct transfers of funds between accounts as deemed necessary to 31 implement the provisions of the cash management improvement act, and this subsection. Refunds or allocations shall occur prior to the 32 33 distributions of earnings set forth in subsection (4) of this section. 34

(3) Except for the provisions of RCW 43.84.160, the treasury
 income account may be utilized for the payment of purchased banking
 services on behalf of treasury funds including, but not limited to,
 depository, safekeeping, and disbursement functions for the state
 treasury and affected state agencies. The treasury income account is
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subject in all respects to chapter 43.88 RCW, but no appropriation is 1 required for payments to financial institutions. Payments shall occur 2 prior to distribution of earnings set forth in subsection (4) of this 3 section. 4

(4) Monthly, the state treasurer shall distribute the earnings 5 6 credited to the treasury income account. The state treasurer shall credit the general fund with all the earnings credited to the 7 treasury income account except: 8

The following accounts and funds shall receive their 9 (a) proportionate share of earnings based upon each account's and fund's 10 average daily balance for the period: The abandoned recreational 11 12 vehicle disposal account, the aeronautics account, the Alaskan Way viaduct replacement project account, the brownfield redevelopment 13 trust fund account, the budget stabilization account, the capital 14 vessel replacement account, the capitol building construction 15 account, the Central Washington University capital projects account, 16 17 the charitable, educational, penal and reformatory institutions account, the Chehalis basin account, the Chehalis basin taxable 18 19 account, the cleanup settlement account, the climate active transportation account, the climate transit programs account, the 20 21 Columbia river basin water supply development account, the Columbia river basin taxable bond water supply development account, the 22 23 Columbia river basin water supply revenue recovery account, the common school construction fund, the community forest trust account, 24 25 the connecting Washington account, the county arterial preservation account, the county criminal justice assistance account, the deferred 26 compensation administrative account, the deferred compensation 27 28 principal account, the department of licensing services account, the department of retirement systems expense account, the developmental 29 disabilities community services account, the diesel idle reduction 30 31 account, the drinking water assistance account, the administrative 32 subaccount of the drinking water assistance account, the early 33 learning facilities development account, the early learning facilities revolving account, the Eastern Washington University 34 capital projects account, the education construction fund, the 35 education legacy trust account, the election account, the electric 36 vehicle account, the energy freedom account, the energy recovery act 37 account, the essential rail assistance account, The Evergreen State 38 39 College capital projects account, the fair start for kids account, 40 the ferry bond retirement fund, the fish, wildlife, and conservation Code Rev/AI:jlb

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1 account, the freight mobility investment account, the freight mobility multimodal account, the grade crossing protective fund, the 2 services account, the state higher 3 public health education construction account, the higher education construction account, the 4 higher education retirement plan supplemental benefit fund, the 5 6 highway bond retirement fund, the highway infrastructure account, the highway safety fund, the hospital safety net assessment fund, the 7 Interstate 405 and state route number 167 express toll lanes account, 8 judges' retirement account, the 9 the judicial retirement administrative account, the judicial retirement principal account, 10 the limited fish and wildlife account, the local leasehold excise tax 11 12 account, the local real estate excise tax account, the local sales and use tax account, the marine resources stewardship trust account, 13 14 the medical aid account, the money-purchase retirement savings administrative account, the money-purchase retirement savings 15 16 principal account, the motor vehicle fund, the motorcycle safety 17 education account, the move ahead WA account, the move ahead WA flexible account, the multimodal transportation account, the multiuse 18 roadway safety account, the municipal criminal justice assistance 19 account, the oyster reserve land account, the pension funding 20 stabilization account, the perpetual surveillance and maintenance 21 account, the pilotage account, the pollution liability insurance 22 agency underground storage tank revolving account, the public 23 employees' retirement system plan 1 account, the public employees' 24 25 retirement system combined plan 2 and plan 3 account, the public facilities construction loan revolving account, the public health 26 supplemental account, the public works assistance account, the Puget 27 28 Sound capital construction account, the Puget Sound ferry operations 29 account, the Puget Sound Gateway facility account, the Puget Sound taxpayer accountability account, the real estate appraiser commission 30 31 account, the recreational vehicle account, the regional mobility 32 grant program account, the resource management cost account, the rural arterial trust account, the rural mobility grant program 33 account, the rural Washington loan fund, the sexual assault 34 prevention and response account, the site closure account, the 35 skilled nursing facility safety net trust fund, the small city 36 pavement and sidewalk account, the special category C account, the 37 special wildlife account, the state investment board expense account, 38 39 the state investment board commingled trust fund accounts, the state 40 patrol highway account, the state reclamation revolving account, the Code Rev/AI:jlb 14 S-3367.1/23

1 state route number 520 civil penalties account, the state route number 520 corridor account, the statewide broadband account, the 2 3 statewide tourism marketing account, the supplemental pension account, the Tacoma Narrows toll bridge account, the teachers' 4 retirement system plan 1 account, the teachers' retirement system 5 6 combined plan 2 and plan 3 account, the tobacco prevention and control account, the tobacco settlement account, the toll facility 7 bond retirement account, the transportation 2003 account (nickel 8 account), the transportation equipment fund, the <u>JUDY</u> transportation 9 future funding program account, the transportation improvement 10 11 account, the transportation improvement board bond retirement 12 account, the transportation infrastructure account, the transportation partnership account, the traumatic brain injury 13 account, the University of Washington bond retirement fund, the 14 University of Washington building account, the voluntary cleanup 15 account, the volunteer firefighters' and reserve officers' relief and 16 17 pension principal fund, the volunteer firefighters' and reserve officers' administrative fund, the vulnerable roadway user education 18 19 account, the Washington judicial retirement system account, the Washington law enforcement officers' and firefighters' system plan 1 20 21 retirement account, the Washington law enforcement officers' and firefighters' system plan 2 retirement account, the Washington public 22 safety employees' plan 2 retirement account, the Washington school 23 employees' retirement system combined plan 2 and 3 account, the 24 25 Washington state patrol retirement account, the Washington State University building account, the Washington State University bond 26 retirement fund, the water pollution control revolving administration 27 account, the water pollution control revolving fund, the Western 28 Washington University capital projects account, the Yakima integrated 29 implementation account, the Yakima 30 plan integrated plan 31 implementation revenue recovery account, and the Yakima integrated 32 plan implementation taxable bond account. Earnings derived from investing balances of the agricultural permanent fund, the normal 33 school permanent fund, the permanent common school fund, the 34 scientific permanent fund, and the state university permanent fund 35 36 shall be allocated to their respective beneficiary accounts.

37 (b) Any state agency that has independent authority over accounts
38 or funds not statutorily required to be held in the state treasury
39 that deposits funds into a fund or account in the state treasury
40 pursuant to an agreement with the office of the state treasurer shall
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1 receive its proportionate share of earnings based upon each account's 2 or fund's average daily balance for the period.

3 (5) In conformance with Article II, section 37 of the state 4 Constitution, no treasury accounts or funds shall be allocated 5 earnings without the specific affirmative directive of this section.

6 Sec. 11. RCW 47.04.010 and 2015 3rd sp.s. c 10 s 3 are each 7 reenacted and amended to read as follows:

8 The following words and phrases, wherever used in this title, 9 shall have the meaning as in this section ascribed to them, unless 10 where used the context thereof shall clearly indicate to the contrary 11 or unless otherwise defined in the chapter of which they are a part:

(1) "Alley." A highway within the ordinary meaning of alley not
designated for general travel and primarily used as a means of access
to the rear of residences and business establishments;

15 (2) "Arterial highway." Every highway, as herein defined, or 16 portion thereof designated as such by proper authority;

(3) "Business district." The territory contiguous to and 17 including a highway, as herein defined, when within any ((six 18 hundred)) 600 feet along such highway there are buildings in use for 19 20 business or industrial purposes $((\tau))$ including but not limited to hotels, banks, or office buildings, railroad stations, and public 21 buildings which occupy at least ((three hundred)) 300 feet of 22 frontage on one side or ((three hundred)) 300 feet collectively on 23 24 both sides of the highway;

(4) "Center line." The line, marked or unmarked parallel to and
equidistant from the sides of a two-way traffic roadway of a highway
except where otherwise indicated by painted lines or markers;

(5) "Center of intersection." The point of intersection of thecenter lines of the roadways of intersecting highways;

30 (6) "City street." Every highway as herein defined, or part 31 thereof located within the limits of incorporated cities and towns, 32 except alleys;

33 (7) "Combination of vehicles." Every combination of motor vehicle 34 and motor vehicle, motor vehicle and trailer, or motor vehicle and 35 semitrailer;

(8) "Commercial vehicle." Any vehicle the principal use of which
 is the transportation of commodities, merchandise, produce, freight,
 animals, or passengers for hire;

1 (9) "County road." Every highway as herein defined, or part 2 thereof, outside the limits of incorporated cities and towns and 3 which has not been designated as a state highway, or branch thereof;

4 (10) "Crosswalk." The portion of the roadway between the 5 intersection area and a prolongation or connection of the farthest 6 sidewalk line or in the event there are no sidewalks then between the 7 intersection area and a line ten feet therefrom, except as modified 8 by a marked crosswalk;

9 (11) "Highway." Every way, lane, road, street, boulevard, and 10 every way or place in the state of Washington open as a matter of 11 right to public vehicular travel both inside and outside the limits 12 of incorporated cities and towns;

(12) "Intersection area." (a) The area embraced within the prolongation or connection of the lateral curb lines, or, if none, then the lateral boundary lines of the roadways of two or more highways which join one another at, or approximately at, right angles, or the area within which vehicles traveling upon different highways joining at any other angle may come in conflict;

(b) Where a highway includes two roadways ((thirty)) <u>30</u> feet or more apart, then every crossing of each roadway of such divided highway by an intersecting highway shall be regarded as a separate intersection. In the event such intersecting highway also includes two roadways ((thirty)) <u>30</u> feet or more apart, then every crossing of two roadways of such highways shall be regarded as a separate intersection;

26 (c) The junction of an alley with a street or highway shall not 27 constitute an intersection;

(13) "Intersection control area." The intersection area as herein
defined, together with such modification of the adjacent roadway area
as results from the arc or curb corners and together with any marked
or unmarked crosswalks adjacent to the intersection;

32 (14) "Laned highway." A highway the roadway of which is divided 33 into clearly marked lanes for vehicular traffic;

(15) "Local authorities." Every county, municipal, or other local
 public board or body having authority to adopt local police
 regulations under the Constitution and laws of this state;

37 (16) "Marked crosswalk." Any portion of a roadway distinctly 38 indicated for pedestrian crossing by lines or other markings on the 39 surface thereof;

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1 (17) "Metal tire." Every tire, the bearing surface of which in 2 contact with the highway is wholly or partly of metal or other hard, 3 nonresilient material;

4 (18) "Motor truck." Any motor vehicle, as herein defined,
5 designed or used for the transportation of commodities, merchandise,
6 produce, freight, or animals;

7 (19) "Motor vehicle." Every vehicle, as herein defined, which is8 in itself a self-propelled unit;

9 (20) "Multiple lane highway." Any highway the roadway of which is 10 of sufficient width to reasonably accommodate two or more separate 11 lanes of vehicular traffic in the same direction, each lane of which 12 shall be not less than the maximum legal vehicle width, and whether 13 or not such lanes are marked;

14 (21) "Operator." Every person who drives or is in actual physical 15 control of a vehicle as herein defined;

16 (22) "Peace officer." Any officer authorized by law to execute 17 criminal process or to make arrests for the violation of the statutes 18 generally or of any particular statute or statutes relative to the 19 highways of this state;

(23) "Pedestrian." Any person afoot or who is using a wheelchair,
 power wheelchair as defined in RCW 46.04.415, or a means of
 conveyance propelled by human power other than a bicycle;

(24) "Person." Every natural person, firm, copartnership,
 corporation, association, or organization;

25 (25) "Personal wireless service." Any federally licensed personal 26 wireless service;

(26) "Personal wireless service facilities." Unstaffed facilities that are used for the transmission or reception, or both, of personal wireless services including, but not necessarily limited to, antenna arrays, transmission cables, equipment shelters, and support structures;

32 (27) "Pneumatic tires." Every tire of rubber or other resilient 33 material designed to be inflated with compressed air to support the 34 load thereon;

35 (28) "Private road or driveway." Every way or place in private 36 ownership and used for travel of vehicles by the owner or those 37 having express or implied permission from the owner, but not by other 38 persons;

1 (29) "Railroad." A carrier of persons or property upon vehicles, other than streetcars, operated upon stationary rails, the route of 2 which is principally outside incorporated cities and towns; 3

(30) "Railroad sign or signal." Any sign, signal, or device 4 erected by authority of a public body or official or by a railroad 5 6 and intended to give notice of the presence of railroad tracks or the 7 approach of a railroad train;

"Residence district." The territory contiguous to and 8 (31)including the highway, as herein defined, not comprising a business 9 district, as herein defined, when the property on such highway for a 10 continuous distance of ((three hundred)) 300 feet or more on either 11 12 side thereof is in the main improved with residences or residences and buildings in use for business; 13

(32) "Roadway." The paved, improved, or proper driving portion of 14 a highway designed, or ordinarily used for vehicular travel; 15

16 (33) "Safety zone." The area or space officially set apart within 17 a roadway for the exclusive use of pedestrians and which is protected is marked or indicated by painted marks, signs, buttons, 18 or standards, or otherwise so as to be plainly discernible; 19

(34) "Sidewalk." That property between the curb lines or the 20 21 lateral lines of a roadway, as herein defined, and the adjacent property, set aside and intended for the use of pedestrians or such 22 portion of private property parallel and in proximity to a highway 23 24 and dedicated to use by pedestrians;

25 (35) "Solid tire." Every tire of rubber or other resilient 26 material which does not depend upon inflation with compressed air for 27 the support of the load thereon;

(36) "State highway." Every highway as herein defined, or part 28 29 thereof, which has been designated as a state highway, or branch thereof, by legislative enactment; 30

31 "Streetcar." A vehicle other than a train, as herein (37) defined, for the transporting of persons or property and operated 32 upon stationary rails principally within incorporated cities and 33 34 towns;

(38) "Structurally deficient." A state bridge that is classified 35 36 as in poor condition under the state bridge condition rating system and is reported by the state to the national bridge inventory as 37 having a deck, superstructure, or substructure rating of four or 38 below. Structurally deficient bridges are characterized 39 by deteriorated conditions of significant bridge elements and 40 Code Rev/AI:jlb 19 S-3367.1/23

1 potentially reduced load carrying capacity. Bridges deemed 2 structurally deficient typically require significant maintenance and 3 repair to remain in service, and require major rehabilitation or 4 replacement to address the underlying deficiency;

5 (39) "Traffic." Pedestrians, ridden or herded animals, vehicles,
6 streetcars, and other conveyances either singly or together while
7 using any highways for purposes of travel;

8 (40) "Traffic control signal." Any traffic device, as herein 9 defined, whether manually, electrically, or mechanically operated, by 10 which traffic alternately is directed to stop or proceed or otherwise 11 controlled;

12 (41) "Traffic devices." All signs, signals, markings, and devices 13 not inconsistent with this title placed or erected by authority of a 14 public body or official having jurisdiction, for the purpose of 15 regulating, warning, or guiding traffic;

16 (42) "Train." A vehicle propelled by steam, electricity, or other 17 motive power with or without cars coupled thereto, operated upon 18 stationary rails, except streetcars;

19 (43) "Vehicle." Every device capable of being moved upon a 20 highway and in, upon, or by which any person or property is or may be 21 transported or drawn upon a highway, excepting power wheelchairs, as 22 defined in RCW 46.04.415, or devices moved by human or animal power 23 or used exclusively upon stationary rails or tracks;

(44) "Active transportation" includes forms of pedestrian 24 25 mobility including walking or running, the use of a mobility assistive device such as a wheelchair, bicycling and cycling 26 27 irrespective of the number of wheels, and the use of small personal 28 devices such as foot scooters or skateboards. Active transportation includes both traditional and electric-assisted bicycles and other 29 devices. Planning for active transportation must consider and address 30 31 accommodation pursuant to the Americans with disabilities act and the 32 distinct needs of each form of active transportation;

33 (45) "Complete streets" means an approach to planning, designing, 34 building, operating, and maintaining streets that enable safe access 35 along and across the street for all people, including pedestrians, 36 bicyclists, motorists, and transit riders of all ages and abilities. 37 It incorporates principles of a safe system approach;

38 <u>(46) "Population center" includes incorporated cities and towns,</u>
39 <u>including their urban growth areas, and census-designated places;</u>

1 (47) "Safe system approach" means an internationally recognized holistic and proactive approach to road safety intended to 2 3 systematically reduce fatal and serious injury crash potential; as described by the federal highway administration, the approach is 4 based on the following elements: Safe roads, safe speeds, safe 5 6 vehicles, safe road users, and postcrash care. The safe system approach is incorporated through policies and practices of state 7 agencies and local governments with appropriate jurisdiction; 8

(48) "Shared-use path," also known as a "multiuse path," means a 9 facility designed for active transportation use and physically 10 separated from motorized vehicular traffic within the highway right-11 of-way or on an exclusive right-of-way with minimal crossflow by 12 motor vehicles. Shared-use paths are primarily used by pedestrians 13 and people using bicycles or micromobility devices, including those 14 who use nonmotorized or motorized wheeled mobility or assistive 15 16 devices. With appropriate design considerations, equestrians may also 17 be accommodated by a shared-use path facility.

Words and phrases used herein in the past, present, or future tense shall include the past, present, and future tenses; words and phrases used herein in the masculine, feminine, or neuter gender shall include the masculine, feminine, and neuter genders; and words and phrases used herein in the singular or plural shall include the singular and plural; unless the context thereof shall indicate to the contrary.

25 Sec. 12. RCW 47.66.140 and 2022 c 182 s 422 are each amended to 26 read as follows:

(1) The department shall establish a transit support grant program for the purpose of providing financial support to transit agencies for operating and capital expenses only. Public transit agencies must maintain or increase their local sales tax authority on or after January 1, 2022, <u>and may not delay or suspend the collection</u> <u>of voter-approved sales taxes that were approved on or before January</u> <u>1, 2022,</u> in order to qualify for the grants.

(a) Grants for transit agencies must be prorated based on the
 amount expended for operations in the most recently published report
 of "Summary of Public Transportation" published by the department.

37 (b) No transit agency may receive more than 35 percent of these 38 distributions.

39 (c) Fuel type may not be a factor in the grant selection process. Code Rev/AI:jlb 21 S-3367.1/23

1 (2) To be eligible to receive a grant, the transit agency must have adopted, at a minimum, a zero-fare policy that allows passengers 2 18 years of age and younger to ride free of charge on all modes 3 provided by the agency. Transit agencies must submit documentation of 4 a zero-fare policy for 18 years of age and under by October 1, 2022, 5 6 to be eligible for the 2023-2025 biennium. Transit agencies that submit such fare policy documentation following the October 1, 2022, 7 deadline shall become eligible for the next biennial distribution. To 8 the extent practicable, transit agencies shall align implementation 9 of youth zero-fare policies with equity and environmental justice 10 principles consistent with recommendations from the environmental 11 12 justice council, and ensure low-barrier accessibility of the program 13 to all youth.

(3) The department shall, for the purposes of the "Summary of
 Public Transportation" report, require grantees to report the number
 of trips that were taken under this program.

17 (4) For the purposes of this section, "transit agency" or "agency" means a city transit system under RCW 35.58.2721 or chapter 18 35.95A RCW, a county public transportation authority under chapter 19 36.57 RCW, a metropolitan municipal corporation transit system under 20 21 chapter 36.56 RCW, a public transportation benefit area under chapter 22 36.57A RCW, an unincorporated transportation benefit area under RCW 23 36.57.100, or any special purpose district formed to operate a public 24 transportation system.

25 Sec. 13. RCW 43.392.040 and 2022 c 182 s 429 are each amended to 26 read as follows:

(1) Interagency electric vehicle coordinating councilresponsibilities include, but are not limited to:

(a) Development of a statewide transportation electrification
 strategy to ensure market and infrastructure readiness for all new
 vehicle sales;

32 (b) Identification of all electric vehicle infrastructure grant-33 related funding to include existing and future opportunities, 34 including state, federal, and other funds, and also nongrant-related 35 <u>funding, including revenues generated by an electric utility from</u> 36 <u>credits under the clean fuels program for transportation</u> 37 electrification programs or projects pursuant to RCW 70A.535.080(2);

38 (c) Coordination of grant funding criteria across agency grant
 39 programs to most efficiently distribute state and federal electric
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vehicle-related funding in a manner that is most beneficial to the state, advances best practices, and recommends additional criteria that could be useful in advancing transportation electrification;

4 (d) Development of a robust public and private outreach plan that 5 includes engaging with:

6 (i) Community organizers and the environmental justice council to 7 develop community-driven programs to address zero emissions 8 transportation needs and priorities in overburdened communities; and

9 (ii) Local governments to explore procurement opportunities and 10 work with local government and community programs to support 11 electrification;

12 (e) Creation of an industry electric vehicle advisory committee; 13 and

14 (f) Ensuring the statewide transportation electrification 15 strategy, grant distribution, programs, and activities associated 16 with advancing transportation electrification benefit vulnerable and 17 overburdened communities.

18 (2) The council shall provide an annual report to the appropriate 19 committees of the legislature summarizing electric vehicle 20 implementation progress, gaps, and resource needs.

21 <u>NEW SECTION.</u> Sec. 14. A new section is added to chapter 70A.535 22 RCW to read as follows:

The clean fuels transportation investment account is created in 23 24 the state treasury. All receipts to the state from clean fuel credits 25 generated under this chapter from transportation investments, including those listed under RCW 70A.535.050(3), must be deposited 26 into the account. Moneys in the account may be spent only after 27 appropriation. Expenditures from the account may only be used for 28 activities and projects that reduce greenhouse gas emissions and 29 30 decarbonize the transportation sector.

31 <u>NEW SECTION.</u> Sec. 15. Sections 4 and 5 of this act are remedial 32 in nature and apply retroactively to July 1, 2022.

33 <u>NEW SECTION.</u> Sec. 16. RCW 47.24.060 is recodified as a section 34 in chapter 47.04 RCW.

35 <u>NEW SECTION.</u> Sec. 17. Section 9 of this act expires July 1, 36 2024.

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<u>NEW SECTION.</u> Sec. 18. Section 10 of this act takes effect July
 1, 2024.

3 <u>NEW SECTION.</u> Sec. 19. Sections 2 and 3 of this act take effect 4 October 1, 2023."

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By Senator Liias

ADOPTED 04/20/2023

On page 1, line 3 of the title, after "resources);" strike the 5 remainder of the title and insert "amending RCW 46.17.015, 46.17.025, 6 7 81.104.170, 81.104.175, 47.04.380, 47.04.390, 46.68.480, 43.84.092, 43.84.092, 47.66.140, and 43.392.040; reenacting and amending RCW 8 47.04.010; adding a new section to chapter 70A.535 RCW; adding a new 9 section to chapter 47.04 RCW; creating new sections; recodifying RCW 10 11 47.24.060; providing effective dates; and providing an expiration 12 date."

<u>EFFECT:</u> (1) Clarifies that to qualify for transit support grants, transit agencies may not delay or suspend the collection of certain voter-approved sales taxes.

(2) Creates a new account, the clean fuels transportation investment account. Receipts to the state from clean fuel credits generated from transportation investments must be deposited into the account. The account may only be used for activities and projects that reduce greenhouse gas emissions and decarbonize the transportation sector.

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