## SUBSTITUTE HOUSE BILL 1449

## State of Washington 64th Legislature 2015 Regular Session

**By** House Environment (originally sponsored by Representatives Farrell, Carlyle, Fitzgibbon, Ortiz-Self, Peterson, Walkinshaw, Gregerson, Senn, McBride, Robinson, Tarleton, Pollet, Cody, Ormsby, Riccelli, Kagi, Blake, Fey, Hudgins, Lytton, Bergquist, Sells, Takko, Tharinger, Jinkins, Wylie, S. Hunt, Stanford, Reykdal, Sawyer, Appleton, Van De Wege, Clibborn, Ryu, Goodman, and Kilduff; by request of Governor Inslee)

ACT Relating to oil transportation safety; amending RCW 1 AN 2 90.56.005, 90.56.010, 90.56.200, 90.56.210, 90.56.500, 90.56.510, 3 88.40.011, 88.40.025, 88.40.030, 88.40.040, 88.16.170, 88.16.190, 82.23B.010, 82.23B.020, 82.23B.030, 82.23B.040, 81.24.010, 81.53.010, 4 5 81.53.240, and 88.46.180; reenacting and amending RCW 88.46.010, 88.40.020, and 38.52.040; adding new sections to chapter 90.56 RCW; 6 7 adding a new section to chapter 81.44 RCW; adding a new section to 8 chapter 81.53 RCW; and providing an effective date.

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

10 Sec. 1. RCW 88.46.010 and 2011 c 122 s 1 are each reenacted and 11 amended to read as follows:

12 The definitions in this section apply throughout this chapter 13 unless the context clearly requires otherwise.

14 (1) "Best achievable protection" means the highest level of protection that can be achieved through the use of 15 the best achievable technology and those staffing levels, training procedures, 16 17 operational methods that provide the greatest and degree of protection achievable. The director's 18 determination of best achievable protection shall be guided by the critical need to protect 19 the state's natural resources and waters, while considering: 20

21 (a) The additional protection provided by the measures;

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(b) The technological achievability of the measures; and

2 (c) The cost of the measures.

3 (2)(a) "Best achievable technology" means the technology that
4 provides the greatest degree of protection taking into consideration:

5 (i) Processes that are being developed, or could feasibly be 6 developed, given overall reasonable expenditures on research and 7 development; and

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(ii) Processes that are currently in use.

9 (b) In determining what is best achievable technology, the 10 director shall consider the effectiveness, engineering feasibility, 11 and commercial availability of the technology.

12 (3) "Bulk" means material that is stored or transported in a 13 loose, unpackaged liquid, powder, or granular form capable of being 14 conveyed by a pipe, bucket, chute, or belt system.

15 (4) "Cargo vessel" means a self-propelled ship in commerce, other 16 than a tank vessel or a passenger vessel, of three hundred or more 17 gross tons, including but not limited to, commercial fish processing 18 vessels and freighters.

19 (5) "Covered vessel" means a tank vessel, cargo vessel, or 20 passenger vessel.

(6) "Department" means the department of ecology.

22 (7) "Director" means the director of the department of ecology.

(8) "Discharge" means any spilling, leaking, pumping, pouring,
 emitting, emptying, or dumping.

(9)(a) "Facility" means any structure, group of structures, equipment, pipeline, or device, other than a vessel, located on or near the navigable waters of the state that transfers oil in bulk to or from a tank vessel or pipeline, that is used for producing, storing, handling, transferring, processing, or transporting oil in bulk.

(b) For the purposes of oil spill contingency planning in RCW 90.56.210, advanced notice of oil transfers in section 8 of this act, and financial responsibility in RCW 88.40.025, facility also means a railroad that is not owned by the state that transports oil as bulk cargo.

36 (c) A facility does not include any: (i) ((Railroad car,)) Motor 37 vehicle((, or other rolling stock)) while transporting oil over the 38 highways ((or rail lines)) of this state; (ii) retail motor vehicle 39 motor fuel outlet; (iii) facility that is operated as part of an 40 exempt agricultural activity as provided in RCW 82.04.330; (iv) 1 underground storage tank regulated by the department or a local government under chapter 90.76 RCW; or (v) marine fuel outlet that 2 does not dispense more than three thousand gallons of fuel to a ship 3 that is not a covered vessel, in a single transaction. 4

(10) "Marine facility" means any facility used for tank vessel 5 6 wharfage or anchorage, including any equipment used for the purpose 7 of handling or transferring oil in bulk to or from a tank vessel.

(11) "Navigable waters of the state" means those waters of the 8 state, and their adjoining shorelines, that are subject to the ebb 9 and flow of the tide and/or are presently used, have been used in the 10 11 past, or may be susceptible for use to transport intrastate, 12 interstate, or foreign commerce.

(12) "Offshore facility" means any facility located in, on, or 13 under any of the navigable waters of the state, but does not include 14 a facility any part of which is located in, on, or under any land of 15 16 the state, other than submerged land. "Offshore facility" does not 17 include a marine facility.

(13) "Oil" or "oils" means oil of any kind that is liquid at 18 ((atmospheric temperature)) twenty-five degrees Celsius and one 19 atmosphere of pressure and any fractionation thereof, including, but 20 21 not limited to, crude oil, bitumen, synthetic crude oil, natural gas well condensate, petroleum, gasoline, fuel oil, diesel 22 oil, biological oils and blends, oil sludge, oil refuse, and oil mixed 23 with wastes other than dredged spoil. Oil does not include any 24 25 substance listed in Table 302.4 of 40 C.F.R. Part 302 adopted August 26 14. 1989, under section ((<del>101(14)</del>)) <u>102(a)</u> of the federal comprehensive environmental response, compensation, and liability act 27 of 1980, as amended by P.L. 99-499. 28

29 (14) "Onshore facility" means any facility any part of which is located in, on, or under any land of the state, other than submerged 30 31 land, that because of its location, could reasonably be expected to cause substantial harm to the environment by discharging oil into or 32 on the navigable waters of the state or the adjoining shorelines. 33

(15)(a) "Owner or operator" means (i) in the case of a vessel, 34 any person owning, operating, or chartering by demise, the vessel; 35 36 (ii) in the case of an onshore or offshore facility, any person owning or operating the facility; and (iii) in the case of an 37 abandoned vessel or onshore or offshore facility, the person who 38 39 owned or operated the vessel or facility immediately before its 40 abandonment.

1 (b) "Operator" does not include any person who owns the land 2 underlying a facility if the person is not involved in the operations 3 of the facility.

4 (16) "Passenger vessel" means a ship of three hundred or more 5 gross tons with a fuel capacity of at least six thousand gallons 6 carrying passengers for compensation.

7 (17) "Person" means any political subdivision, government agency,
8 municipality, industry, public or private corporation, copartnership,
9 association, firm, individual, or any other entity whatsoever.

10 (18) "Race Rocks light" means the nautical landmark located 11 southwest of the city of Victoria, British Columbia.

12 (19) "Regional vessels of opportunity response group" means a 13 group of nondedicated vessels participating in a vessels of 14 opportunity response system to respond when needed and available to 15 spills in a defined geographic area.

16 (20) "Severe weather conditions" means observed nautical 17 conditions with sustained winds measured at forty knots and wave 18 heights measured between twelve and eighteen feet.

19 (21) "Ship" means any boat, ship, vessel, barge, or other 20 floating craft of any kind.

21 (22) "Spill" means an unauthorized discharge of oil into the 22 waters of the state.

(23) "Strait of Juan de Fuca" means waters off the northern coast
of the Olympic Peninsula seaward of a line drawn from New Dungeness
light in Clallam county to Discovery Island light on Vancouver
Island, British Columbia, Canada.

27 (24) "Tank vessel" means a ship that is constructed or adapted to 28 carry, or that carries, oil in bulk as cargo or cargo residue, and 29 that:

30 (a) Operates on the waters of the state; or

31 (b) Transfers oil in a port or place subject to the jurisdiction 32 of this state.

33 (25) "Umbrella plan holder" means a nonprofit corporation 34 established consistent with this chapter for the purposes of 35 providing oil spill response and contingency plan coverage.

36 (26) "Vessel emergency" means a substantial threat of pollution 37 originating from a covered vessel, including loss or serious 38 degradation of propulsion, steering, means of navigation, primary 39 electrical generating capability, and seakeeping capability.

1 (27) "Vessels of opportunity response system" means nondedicated 2 boats and operators, including fishing and other vessels, that are 3 under contract with and equipped by contingency plan holders to 4 assist with oil spill response activities, including on-water oil 5 recovery in the near shore environment and the placement of oil spill 6 containment booms to protect sensitive habitats.

7 (28) "Volunteer coordination system" means an oil spill response system that, before a spill occurs, prepares for the coordination of 8 9 volunteers to assist with appropriate oil spill response activities, include shoreline protection and cleanup, 10 which may wildlife 11 recovery, field observation, light construction, facility 12 maintenance, donations management, clerical support, and other 13 aspects of a spill response.

14 (29) "Waters of the state" includes lakes, rivers, ponds,
15 streams, inland waters, underground water, salt waters, estuaries,
16 tidal flats, beaches and lands adjoining the seacoast of the state,
17 sewers, and all other surface waters and watercourses within the
18 jurisdiction of the state of Washington.

19 (30) "Worst case spill" means: (a) In the case of a vessel, a 20 spill of the entire cargo and fuel of the vessel complicated by 21 adverse weather conditions; and (b) in the case of an onshore or 22 offshore facility, the largest foreseeable spill in adverse weather 23 conditions.

24 **Sec. 2.** RCW 90.56.005 and 2010 1st sp.s. c 7 s 72 are each 25 amended to read as follows:

(1) The legislature declares that waterborne transportation as a 26 27 source of supply for oil and hazardous substances poses special concern for the state of Washington. Each year billions of gallons of 28 crude oil and refined petroleum products are transported as cargo and 29 30 fuel by vessels on the navigable waters of the state. The movement of crude oil through rail corridors and over Washington waters creates 31 safety and environmental risks. The sources and transport of crude 32 oil bring risks to our communities along rail lines and to the 33 Columbia river, Grays Harbor, and Puget Sound waters. These shipments 34 35 are expected to increase in the coming years. Vessels and trains transporting oil into Washington travel on some of the most unique 36 and special marine environments in the United States. These marine 37 38 environments are a source of natural beauty, recreation, and economic livelihood for many residents of this state. As a result, the state 39

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has an obligation to ensure the citizens of the state that the waters 1 2 of the state will be protected from oil spills.

(2) The legislature finds that prevention is the best method to 3 protect the unique and special marine environments in this state. The 4 technology for containing and cleaning up a spill of oil or hazardous 5 6 substances is at best only partially effective. Preventing spills is 7 more protective of the environment and more cost-effective when all the response and damage costs associated with responding to a spill 8 are considered. Therefore, the legislature finds that the primary 9 objective of the state is to achieve a zero spills strategy to 10 11 prevent any oil or hazardous substances from entering waters of the 12 state.

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(3) The legislature also finds that:

(a) Recent accidents in Washington, Alaska, southern California, 14 Texas, Pennsylvania, and other parts of the nation have shown that 15 the transportation, transfer, and storage 16 of oil have caused 17 significant damage to the marine environment;

(b) Even with the best efforts, it is nearly impossible to remove 18 all oil that is spilled into the water, and average removal rates are 19 20 only fourteen percent;

21 (c) Washington's navigable waters are treasured environmental and 22 economic resources that the state cannot afford to place at undue risk from an oil spill; 23

24 (d) The state has a fundamental responsibility, as the trustee of the state's natural resources and the protector of public health and 25 26 the environment to prevent the spill of oil; and

(e) In section 5002 of the federal oil pollution act of 1990, the 27 United States congress found that many people believed that 28 29 complacency on the part of industry and government was one of the contributing factors to the Exxon Valdez spill and, further, that one 30 31 method to combat this complacency is to involve local citizens in the monitoring and oversight of oil spill plans. Congress also found that 32 a mechanism should be established that fosters the 33 long-term partnership of industry, government, and local communities 34 in overseeing compliance with environmental concerns in the operation of 35 36 crude oil terminals. Moreover, congress concluded that, in addition to Alaska, a program of citizen monitoring and oversight should be 37 established in other major crude oil terminals in the United States 38 39 because recent oil spills indicate that the safe transportation of oil is a national problem. 40

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1 (4) In order to establish a comprehensive prevention and response 2 program to protect Washington's waters and natural resources from 3 spills of oil, it is the purpose of this chapter:

4 (a) To establish state agency expertise in marine safety and to 5 centralize state activities in spill prevention and response 6 activities;

7 (b) To prevent spills of oil and to promote programs that reduce 8 the risk of both catastrophic and small chronic spills;

9 (c) To ensure that responsible parties are liable, and have the 10 resources and ability, to respond to spills and provide compensation 11 for all costs and damages;

12 (d) To provide for state spill response and wildlife rescue 13 planning and implementation;

(e) To support and complement the federal oil pollution act of 14 1990 and other federal law, especially those provisions relating to 15 national contingency plan for cleanup of oil 16 the spills and 17 discharges, including provisions relating to the responsibilities of state agencies designated as natural resource trustees. The 18 legislature intends this chapter to be interpreted and implemented in 19 a manner consistent with federal law; 20

(f) To provide broad powers of regulation to the department of ecology relating to spill prevention and response;

(g) To provide for independent review on an ongoing basis the adequacy of oil spill prevention, preparedness, and response activities in this state; ((and))

26 (h) To provide an adequate funding source for state response and 27 prevention programs; and

28 (i) To maintain the best achievable protection that can be 29 obtained through the use of the best achievable technology and those 30 staffing levels, training procedures, and operational methods that 31 provide the greatest degree of protection achievable.

32 **Sec. 3.** RCW 90.56.010 and 2007 c 347 s 6 are each amended to 33 read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

36 (1) "Best achievable protection" means the highest level of 37 protection that can be achieved through the use of the best 38 achievable technology and those staffing levels, training procedures, 39 and operational methods that provide the greatest degree of

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1 protection achievable. The director's determination of best 2 achievable protection shall be guided by the critical need to protect 3 the state's natural resources and waters, while considering (a) the 4 additional protection provided by the measures; (b) the technological 5 achievability of the measures; and (c) the cost of the measures.

6 (2) "Best achievable technology" means the technology that 7 provides the greatest degree of protection taking into consideration (a) processes that are being developed, or could feasibly be 8 9 developed, given overall reasonable expenditures on research and development, and (b) processes that are currently in use. 10 In 11 determining what is best achievable technology, the director shall 12 consider the effectiveness, engineering feasibility, and commercial 13 availability of the technology.

14 (3) "Board" means the pollution control hearings board.

15 (4) "Cargo vessel" means a self-propelled ship in commerce, other 16 than a tank vessel or a passenger vessel, three hundred or more gross 17 tons, including but not limited to, commercial fish processing 18 vessels and freighters.

19 (5) "Bulk" means material that is stored or transported in a 20 loose, unpackaged liquid, powder, or granular form capable of being 21 conveyed by a pipe, bucket, chute, or belt system.

(6) "Committee" means the preassessment screening committeeestablished under RCW 90.48.368.

24 (7) "Covered vessel" means a tank vessel, cargo vessel, or 25 passenger vessel.

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(8) "Department" means the department of ecology.

27 (9) "Director" means the director of the department of ecology.

(10) "Discharge" means any spilling, leaking, pumping, pouring,emitting, emptying, or dumping.

30 (11)(a) "Facility" means any structure, group of structures, 31 equipment, pipeline, or device, other than a vessel, located on or 32 near the navigable waters of the state that transfers oil in bulk to 33 or from a tank vessel or pipeline, that is used for producing, 34 storing, handling, transferring, processing, or transporting oil in 35 bulk.

36 (b) For the purposes of oil spill contingency planning in RCW 37 90.56.210, advanced notice of oil transfers in section 8 of this act, 38 and financial responsibility in RCW 88.40.025, facility also means a 39 railroad that is not owned by the state that transports oil as bulk 40 cargo. 1 (c) A facility does not include any: (i) ((Railroad car,)) Motor vehicle((, or other rolling stock)) while transporting oil over the 2 highways ((or rail lines)) of this state; (ii) underground storage 3 tank regulated by the department or a local government under chapter 4 90.76 RCW; (iii) motor vehicle motor fuel outlet; (iv) facility that 5 6 is operated as part of an exempt agricultural activity as provided in RCW 82.04.330; or (v) marine fuel outlet that does not dispense more 7 than three thousand gallons of fuel to a ship that is not a covered 8 9 vessel, in a single transaction.

10 (12) "Fund" means the state coastal protection fund as provided 11 in RCW 90.48.390 and 90.48.400.

12 (13) "Having control over oil" shall include but not be limited 13 to any person using, storing, or transporting oil immediately prior 14 to entry of such oil into the waters of the state, and shall 15 specifically include carriers and bailees of such oil.

16 (14) "Marine facility" means any facility used for tank vessel 17 wharfage or anchorage, including any equipment used for the purpose 18 of handling or transferring oil in bulk to or from a tank vessel.

19 (15) "Navigable waters of the state" means those waters of the 20 state, and their adjoining shorelines, that are subject to the ebb 21 and flow of the tide and/or are presently used, have been used in the 22 past, or may be susceptible for use to transport intrastate, 23 interstate, or foreign commerce.

(16) "Necessary expenses" means the expenses incurred by the department and assisting state agencies for (a) investigating the source of the discharge; (b) investigating the extent of the environmental damage caused by the discharge; (c) conducting actions necessary to clean up the discharge; (d) conducting predamage and damage assessment studies; and (e) enforcing the provisions of this chapter and collecting for damages caused by a discharge.

31 (17) "Oil" or "oils" means oil of any kind that is liquid at ((atmospheric temperature)) <u>twenty-five degrees</u> <u>Celsius and</u> one 32 atmosphere of pressure and any fractionation thereof, including, but 33 not limited to, crude oil, bitumen, synthetic crude oil, natural gas 34 well condensate, petroleum, gasoline, fuel oil, diesel 35 oil, biological oils and blends, oil sludge, oil refuse, and oil mixed 36 with wastes other than dredged spoil. Oil does not include any 37 substance listed in Table 302.4 of 40 C.F.R. Part 302 adopted August 38 39 14, 1989, under section ((<del>101(14)</del>)) <u>102(a)</u> of federal the

comprehensive environmental response, compensation, and liability act
 of 1980, as amended by P.L. 99-499.

3 (18) "Offshore facility" means any facility located in, on, or 4 under any of the navigable waters of the state, but does not include 5 a facility any part of which is located in, on, or under any land of 6 the state, other than submerged land.

7 (19) "Onshore facility" means any facility any part of which is 8 located in, on, or under any land of the state, other than submerged 9 land, that because of its location, could reasonably be expected to 10 cause substantial harm to the environment by discharging oil into or 11 on the navigable waters of the state or the adjoining shorelines.

(20)(a) "Owner or operator" means (i) in the case of a vessel, any person owning, operating, or chartering by demise, the vessel; (ii) in the case of an onshore or offshore facility, any person owning or operating the facility; and (iii) in the case of an abandoned vessel or onshore or offshore facility, the person who owned or operated the vessel or facility immediately before its abandonment.

(b) "Operator" does not include any person who owns the land underlying a facility if the person is not involved in the operations of the facility.

(21) "Passenger vessel" means a ship of three hundred or more
 gross tons with a fuel capacity of at least six thousand gallons
 carrying passengers for compensation.

(22) "Person" means any political subdivision, government agency,
 municipality, industry, public or private corporation, copartnership,
 association, firm, individual, or any other entity whatsoever.

28 (23) "Ship" means any boat, ship, vessel, barge, or other 29 floating craft of any kind.

30 (24) "Spill" means an unauthorized discharge of oil or hazardous31 substances into the waters of the state.

32 (25) "Tank vessel" means a ship that is constructed or adapted to 33 carry, or that carries, oil in bulk as cargo or cargo residue, and 34 that:

35 (a) Operates on the waters of the state; or

36 (b) Transfers oil in a port or place subject to the jurisdiction 37 of this state.

(26) "Waters of the state" includes lakes, rivers, ponds,
 streams, inland waters, underground water, salt waters, estuaries,
 tidal flats, beaches and lands adjoining the seacoast of the state,

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sewers, and all other surface waters and watercourses within the
 jurisdiction of the state of Washington.

3 (27) "Worst case spill" means: (a) In the case of a vessel, a 4 spill of the entire cargo and fuel of the vessel complicated by 5 adverse weather conditions; and (b) in the case of an onshore or 6 offshore facility, the largest foreseeable spill in adverse weather 7 conditions.

8 (28) "Crude oil" means any naturally occurring hydrocarbons 9 coming from the earth that are liquid at twenty-five degrees Celsius 10 and one atmosphere of pressure including, but not limited to, crude 11 oil, bitumen and diluted bitumen, synthetic crude oil, and natural 12 gas well condensate.

13 **Sec. 4.** RCW 90.56.200 and 2000 c 69 s 19 are each amended to 14 read as follows:

15 (1) The owner or operator for each onshore and offshore facility, 16 except as determined in subsection (3) of this section, shall prepare and submit to the department an oil spill prevention plan in 17 conformance with the requirements of this chapter. The plans shall be 18 submitted to the department in the time and manner directed by the 19 department. The spill prevention plan may be consolidated with a 20 spill contingency plan submitted pursuant to RCW 90.56.210. The 21 department may accept plans prepared to comply with other state or 22 federal law as spill prevention plans to the extent those plans 23 24 comply with the requirements of this chapter. The department, by 25 rule, shall establish standards for spill prevention plans.

26 (2) The spill prevention plan for an onshore or offshore facility 27 shall:

(a) Establish compliance with the federal oil pollution act of
 1990, if applicable, and financial responsibility requirements under
 federal and state law;

31 (b) Certify that supervisory and other key personnel in charge of 32 transfer, storage, and handling of oil have received certification 33 pursuant to RCW 90.56.220;

34 (c) Certify that the facility has an operations manual required 35 by RCW 90.56.230;

36 (d) Certify the implementation of alcohol and drug use awareness 37 programs; 1 (e) Describe the facility's maintenance and inspection program 2 and contain a current maintenance and inspection record of the 3 storage and transfer facilities and related equipment;

4 (f) Describe the facility's alcohol and drug treatment programs;
5 (g) Describe spill prevention technology that has been installed,
6 including overflow alarms, automatic overflow cut-off switches,
7 secondary containment facilities, and storm water retention,
8 treatment, and discharge systems;

9 (h) Describe any discharges of oil to the land or the water of 10 more than twenty-five barrels in the prior five years and the 11 measures taken to prevent a reoccurrence;

(i) Describe the procedures followed by the facility to contain and recover any oil that spills during the transfer of oil to or from the facility;

(j) Provide for the incorporation into the facility during the period covered by the plan of those measures that will provide the best achievable protection for the public health and the environment; and

19 (k) Include any other information reasonably necessary to carry 20 out the purposes of this chapter required by rules adopted by the 21 department.

22 (3) <u>Plan requirements in subsection (2) of this section are not</u>
 23 <u>applicable to railroad facility operators while transporting oil over</u>
 24 <u>rail lines of this state.</u>

25 <u>(4)</u> The department shall only approve a prevention plan if it 26 provides the best achievable protection from damages caused by the 27 discharge of oil into the waters of the state and if it determines 28 that the plan meets the requirements of this section and rules 29 adopted by the department.

(((4))) (5) Upon approval of a prevention plan, the department shall provide to the person submitting the plan a statement indicating that the plan has been approved, the facilities covered by the plan, and other information the department determines should be included.

(((5))) (6) The approval of a prevention plan shall be valid for five years. An owner or operator of a facility shall notify the department in writing immediately of any significant change of which it is aware affecting its prevention plan, including changes in any factor set forth in this section or in rules adopted by the

department. The department may require the owner or operator to
 update a prevention plan as a result of these changes.

3 ((<del>(6)</del>)) <u>(7)</u> The department by rule shall require prevention plans 4 to be reviewed, updated, if necessary, and resubmitted to the 5 department at least once every five years.

6 ((<del>(7)</del>)) <u>(8)</u> Approval of a prevention plan by the department does 7 not constitute an express assurance regarding the adequacy of the 8 plan nor constitute a defense to liability imposed under this chapter 9 or other state law.

10 (((+8))) (9) This section does not authorize the department to 11 modify the terms of a collective bargaining agreement.

12 **Sec. 5.** RCW 90.56.210 and 2005 c 78 s 1 are each amended to read 13 as follows:

(1) Each onshore and offshore facility shall have a contingency 14 15 plan for the containment and cleanup of oil spills from the facility 16 into the waters of the state and for the protection of fisheries and wildlife, shellfish beds, natural resources, and public and private 17 property from such spills. The department shall by rule adopt and 18 19 periodically revise standards for the preparation of contingency 20 plans. The department shall require contingency plans, at a minimum, to meet the following standards: 21

(a) Include full details of the method of response to spills ofvarious sizes from any facility which is covered by the plan;

(b) Be designed to be capable in terms of personnel, materials, and equipment, of promptly and properly, to the maximum extent practicable, as defined by the department removing oil and minimizing any damage to the environment resulting from a worst case spill;

(c) Provide a clear, precise, and detailed description of how the plan relates to and is integrated into relevant contingency plans which have been prepared by cooperatives, ports, regional entities, the state, and the federal government;

(d) Provide procedures for early detection of oil spills and
 timely notification of such spills to appropriate federal, state, and
 local authorities under applicable state and federal law;

35 (e) State the number, training preparedness, and fitness of all 36 dedicated, prepositioned personnel assigned to direct and implement 37 the plan;

1 (f) Incorporate periodic training and drill programs to evaluate 2 whether personnel and equipment provided under the plan are in a 3 state of operational readiness at all times;

(g) Describe important features of the surrounding environment, 4 including fish and wildlife habitat, shellfish beds, environmentally 5 6 and archaeologically sensitive areas, and public facilities. The departments of ecology, fish and wildlife, and natural resources, and 7 the ((office)) department of archaeology and historic preservation, 8 upon request, shall provide information that they have available to 9 in preparing this description. The description 10 assist of 11 archaeologically sensitive areas shall not be required to be included 12 in a contingency plan until it is reviewed and updated pursuant to subsection (9) of this section; 13

(h) State the means of protecting and mitigating effects on the environment, including fish, shellfish, marine mammals, and other wildlife, and ensure that implementation of the plan does not pose unacceptable risks to the public or the environment;

(i) Provide arrangements for the prepositioning of oil spill containment and cleanup equipment and trained personnel at strategic locations from which they can be deployed to the spill site to promptly and properly remove the spilled oil;

(j) Provide arrangements for enlisting the use of qualified andtrained cleanup personnel to implement the plan;

24 (k) Provide for disposal of recovered spilled oil in accordance 25 with local, state, and federal laws;

(1) Until a spill prevention plan has been submitted pursuant to RCW 90.56.200, state the measures that have been taken to reduce the likelihood that a spill will occur, including but not limited to, design and operation of a facility, training of personnel, number of personnel, and backup systems designed to prevent a spill;

(m) State the amount and type of equipment available to respond to a spill, where the equipment is located, and the extent to which other contingency plans rely on the same equipment; and

(n) If the department has adopted rules permitting the use of dispersants, the circumstances, if any, and the manner for the application of the dispersants in conformance with the department's rules.

38 (2)(a) The following shall submit contingency plans to the39 department within six months after the department adopts rules

1 establishing standards for contingency plans under subsection (1) of 2 this section:

3 (i) Onshore facilities capable of storing one million gallons or4 more of oil; and

5 (ii)

(ii) Offshore facilities.

6 (b) Contingency plans for all other onshore and offshore 7 facilities shall be submitted to the department within eighteen 8 months after the department has adopted rules under subsection (1) of 9 this section. The department may adopt a schedule for submission of 10 plans within the eighteen-month period.

11 (3) <u>The department by rule shall determine the contingency plan</u> 12 <u>requirements for railroads transporting oil in bulk. Federal oil</u> 13 <u>spill response plans created pursuant to 33 U.S.C. Sec. 1321 may be</u> 14 <u>submitted in lieu of contingency plans until state rules are adopted.</u>

15 (4)(a) The owner or operator of a facility shall submit the 16 contingency plan for the facility.

17 (b) A person who has contracted with a facility to provide 18 containment and cleanup services and who meets the standards 19 established pursuant to RCW 90.56.240, may submit the plan for any 20 facility for which the person is contractually obligated to provide 21 services. Subject to conditions imposed by the department, the person 22 may submit a single plan for more than one facility.

(((4))) (5) A contingency plan prepared for an agency of the federal government or another state that satisfies the requirements of this section and rules adopted by the department may be accepted by the department as a contingency plan under this section. The department shall ensure that to the greatest extent possible, requirements for contingency plans under this section are consistent with the requirements for contingency plans under federal law.

30 (((5))) (6) In reviewing the contingency plans required by this 31 section, the department shall consider at least the following 32 factors:

(a) The adequacy of containment and cleanup equipment, personnel, communications equipment, notification procedures and call down lists, response time, and logistical arrangements for coordination and implementation of response efforts to remove oil spills promptly and properly and to protect the environment;

(b) The nature and amount of vessel traffic within the areacovered by the plan;

(c) The volume and type of oil being transported within the area
 covered by the plan;

3 (d) The existence of navigational hazards within the area covered4 by the plan;

5 (e) The history and circumstances surrounding prior spills of oil
6 within the area covered by the plan;

7 (f) The sensitivity of fisheries, shellfish beds, and wildlife 8 and other natural resources within the area covered by the plan;

9 (g) Relevant information on previous spills contained in on-scene 10 coordinator reports prepared by the department; and

(h) The extent to which reasonable, cost-effective measures to prevent a likelihood that a spill will occur have been incorporated into the plan.

14 (((6))) (7) The department shall approve a contingency plan only 15 if it determines that the plan meets the requirements of this section 16 and that, if implemented, the plan is capable, in terms of personnel, 17 materials, and equipment, of removing oil promptly and properly and 18 minimizing any damage to the environment.

19 ((<del>(7)</del>)) <u>(8)</u> The approval of the contingency plan shall be valid 20 for five years. Upon approval of a contingency plan, the department 21 shall provide to the person submitting the plan a statement 22 indicating that the plan has been approved, the facilities or vessels 23 covered by the plan, and other information the department determines 24 should be included.

25 (((8))) (9) An owner or operator of a facility shall notify the 26 department in writing immediately of any significant change of which 27 it is aware affecting its contingency plan, including changes in any 28 factor set forth in this section or in rules adopted by the 29 department. The department may require the owner or operator to 30 update a contingency plan as a result of these changes.

31 (((9))) (10) The department by rule shall require contingency 32 plans to be reviewed, updated, if necessary, and resubmitted to the 33 department at least once every five years.

34 (((10))) (11) Approval of a contingency plan by the department 35 does not constitute an express assurance regarding the adequacy of 36 the plan nor constitute a defense to liability imposed under this 37 chapter or other state law.

38 **Sec. 6.** RCW 90.56.500 and 2009 c 11 s 9 are each amended to read 39 as follows: 1 (1) The state oil spill response account is created in the state 2 treasury. All receipts from RCW 82.23B.020(1) shall be deposited in 3 the account. All costs reimbursed to the state by a responsible party 4 or any other person for responding to a spill of oil shall also be 5 deposited in the account. Moneys in the account shall be spent only 6 after appropriation. The account is subject to allotment procedures 7 under chapter 43.88 RCW.

8

(2) The account shall be used exclusively to pay for:

9 (a) The costs associated with the response to spills ((<del>of crude</del> 10 <del>oil or petroleum products into the navigable</del>)) <u>or threats of spills</u> 11 <u>of oil or hazardous substances to the</u> waters of the state; and

(b) The costs associated with the department's use of ((the)) an
emergency response towing vessel ((as described in RCW 88.46.135)).

(3) Payment of response costs under subsection (2)(a) of this
section shall be limited to spills which the director has determined
are likely to exceed ((fifty)) one thousand dollars.

17 (4) Before expending moneys from the account, the director shall 18 make reasonable efforts to obtain funding for response costs under 19 subsection (2) of this section from the person responsible for the 20 spill and from other sources, including the federal government.

(5) Reimbursement for response costs <u>from this account</u> shall be allowed only for costs which are not covered by funds appropriated to the agencies responsible for response activities. Costs associated with the response to spills ((of crude oil or petroleum products)) shall include:

26

(a) Natural resource damage assessment and related activities;

(b) Spill related response, containment, wildlife rescue,cleanup, disposal, and associated costs;

29 (c) Interagency coordination and public information related to a 30 response; and

31 (d) Appropriate travel, goods and services, contracts, and 32 equipment.

33 **Sec. 7.** RCW 90.56.510 and 2000 c 69 s 22 are each amended to 34 read as follows:

(1) The oil spill prevention account is created in the state treasury. All receipts from RCW 82.23B.020(2) shall be deposited in the account. Moneys from the account may be spent only after appropriation. The account is subject to allotment procedures under chapter 43.88 RCW. If, on the first day of any calendar month, the

1 balance of the oil spill response account is greater than nine million dollars and the balance of the oil spill prevention account 2 3 exceeds the unexpended appropriation for the current biennium, then the tax under RCW 82.23B.020(2) shall be suspended on the first day 4 of the next calendar month until the beginning of the following 5 б biennium, provided that the tax shall not be suspended during the last six months of the biennium. If the tax imposed under RCW 7 82.23B.020(2) is suspended during two consecutive biennia, the 8 department shall by November 1st after the end of the second 9 biennium, recommend to the appropriate standing committees 10 an adjustment in the tax rate. For the biennium ending June 30, 1999, 11 12 and the biennium ending June 30, 2001, the state treasurer may transfer a total of up to one million dollars from the oil spill 13 response account to the oil spill prevention account to support 14 appropriations made from the oil spill prevention account in the 15 16 omnibus appropriations act adopted not later than June 30, 1999.

17 (2) Expenditures from the oil spill prevention account shall be used exclusively for the administrative costs related to the purposes 18 19 of this chapter, and chapters 90.48, 88.40, and 88.46 RCW. In addition, until June 30, 2019, expenditures from the oil spill 20 prevention account may be used for the development and annual review 21 of local emergency planning committee emergency response plans in RCW 22 <u>38.52.040(3).</u> Starting with the 1995-1997 biennium, the legislature 23 shall give activities of state agencies related to prevention of oil 24 25 spills priority in funding from the oil spill prevention account. 26 Costs of prevention include the costs of:

27 28 (a) Routine responses not covered under RCW 90.56.500;

(b) Management and staff development activities;

29 (c) Development of rules and policies and the statewide plan 30 provided for in RCW 90.56.060;

31 (d) Facility and vessel plan review and approval, drills, 32 inspections, investigations, enforcement, and litigation;

33

(e) Interagency coordination and public outreach and education;

34 (f) Collection and administration of the tax provided for in 35 chapter 82.23B RCW; and

36 (g) Appropriate travel, goods and services, contracts, and 37 equipment.

38 (3) Before expending moneys from the account for a response under 39 subsection (2)(a) of this section, the director shall make reasonable

40 efforts to obtain funding for response costs under this section from

1 the person responsible for the spill and from other sources,

2 <u>including the federal government.</u>

3 <u>NEW SECTION.</u> Sec. 8. A new section is added to chapter 90.56 4 RCW to read as follows:

5 (1)(a) The department must be provided prior notice before a 6 crude oil transfer, that is regulated under this chapter and that may 7 impact waters of the state, occurs between:

8

(i) A rail facility and another facility; or

9

(ii) A rail facility and a covered vessel.

10 (b) The notice required in (a) of this subsection is in addition 11 to the requirements found in RCW 88.46.165 and must rely on the 12 "advanced notice of transfer" system used by the department. The 13 notice must include the time, location, volume, and type of oil 14 transfer. The department shall adopt rules under this section.

15 (2) Twice per year, pipelines must report to the department the 16 type and volume of oil transported through the state. Reporting must 17 occur each year by July 31st for the period January 1st through June 18 30th and by January 31st for the period July 1st through December 19 31st.

20 (3) The department shall publish data collected under subsections (1) and (2) of this section on a quarterly basis on the department 21 web site. Data reported with respect to oil transportation must be 22 23 aggregated by county and include county of transfer, volume 24 transferred, type of oil transferred, place of origin, mode of 25 transportation, route taken to the point of transfer, number of rail 26 cars transferring oil, and volume and number of oil spills en route 27 to or during transfer that are reported to the department.

28 <u>NEW SECTION.</u> Sec. 9. A new section is added to chapter 90.56
29 RCW to read as follows:

30 The department shall periodically evaluate and update planning standards for oil spill response equipment required under contingency 31 plans required by this chapter in order to ensure access in the state 32 33 to equipment that represents the best achievable protection to 34 respond to a worst case spill and provide for continuous operation of oil spill response activities to the maximum extent practicable and 35 without jeopardizing crew safety, as determined by the incident 36 commander or the unified command. 37

1 **Sec. 10.** RCW 88.40.011 and 2007 c 347 s 4 are each amended to 2 read as follows:

3 The definitions in this section apply throughout this chapter 4 unless the context clearly requires otherwise.

5

(1) "Barge" means a vessel that is not self-propelled.

6 (2) "Cargo vessel" means a self-propelled ship in commerce, other 7 than a tank vessel, fishing vessel, or a passenger vessel, of three 8 hundred or more gross tons.

9 (3) "Bulk" means material that is stored or transported in a 10 loose, unpackaged liquid, powder, or granular form capable of being 11 conveyed by a pipe, bucket, chute, or belt system.

12 (4) "Covered vessel" means a tank vessel, cargo vessel, or 13 passenger vessel.

14 (5) "Department" means the department of ecology.

15 (6) "Director" means the director of the department of ecology.

16 (7)(a) "Facility" means any structure, group of structures, 17 equipment, pipeline, or device, other than a vessel, located on or 18 near the navigable waters of the state that transfers oil in bulk to 19 or from any vessel with an oil carrying capacity over two hundred 20 fifty barrels or pipeline, that is used for producing, storing, 21 handling, transferring, processing, or transporting oil in bulk.

(b) For the purposes of oil spill contingency planning in RCW 90.56.210, advanced notice of oil transfers in section 8 of this act, and financial responsibility in RCW 88.40.025, facility also means a railroad that is not owned by the state that transports oil as bulk cargo.

27 (c) A facility does not include any: (i) ((Railroad car,)) Motor vehicle((, or other rolling stock)) while transporting oil over the 28 highways ((or rail lines)) of this state; (ii) retail motor vehicle 29 motor fuel outlet; (iii) facility that is operated as part of an 30 31 exempt agricultural activity as provided in RCW 82.04.330; (iv) underground storage tank regulated by the department or a local 32 government under chapter 90.76 RCW; or (v) marine fuel outlet that 33 does not dispense more than three thousand gallons of fuel to a ship 34 that is not a covered vessel, in a single transaction. 35

36 (8) "Fishing vessel" means a self-propelled commercial vessel of 37 three hundred or more gross tons that is used for catching or 38 processing fish.

(9) "Gross tons" means tonnage as determined by the United Statescoast guard under 33 C.F.R. section 138.30.

1 (10) "Hazardous substances" means any substance listed as of March 1, 2003, in Table 302.4 of 40 C.F.R. Part 302 adopted under 2 section ((<del>101(14)</del>)) <u>102(a)</u> of the federal comprehensive environmental 3 response, compensation, and liability act of 1980, as amended by P.L. 4 99-499. The following are not hazardous substances for purposes of 5 6 this chapter:

7

(a) Wastes listed as F001 through F028 in Table 302.4; and

8

(b) Wastes listed as K001 through K136 in Table 302.4.

(11) "Navigable waters of the state" means those waters of the 9 state, and their adjoining shorelines, that are subject to the ebb 10 11 and flow of the tide and/or are presently used, have been used in the 12 past, or may be susceptible for use to transport intrastate, 13 interstate, or foreign commerce.

(12) "Oil" or "oils" means oil of any kind that is liquid at 14 ((atmospheric temperature)) twenty-five degrees Celsius and one 15 16 atmosphere of pressure and any fractionation thereof, including, but 17 not limited to, crude oil, bitumen, synthetic crude oil, natural gas 18 well condensate, petroleum, gasoline, fuel oil, diesel oil, biological oils and blends, oil sludge, oil refuse, and oil mixed 19 20 with wastes other than dredged spoil. Oil does not include any substance listed as of March 1, 2003, in Table 302.4 of 40 C.F.R. 21 Part 302 adopted under section ((101(14))) 102(a) of the federal 22 comprehensive environmental response, compensation, and liability act 23 24 of 1980, as amended by P.L. 99-499.

25 (13) "Offshore facility" means any facility located in, on, or 26 under any of the navigable waters of the state, but does not include 27 a facility any part of which is located in, on, or under any land of the state, other than submerged land. 28

29 (14) "Onshore facility" means any facility any part of which is located in, on, or under any land of the state, other than submerged 30 31 land, that because of its location, could reasonably be expected to cause substantial harm to the environment by discharging oil into or 32 on the navigable waters of the state or the adjoining shorelines. 33

(15)(a) "Owner or operator" means (i) in the case of a vessel, 34 any person owning, operating, or chartering by demise, the vessel; 35 36 (ii) in the case of an onshore or offshore facility, any person owning or operating the facility; and (iii) in the case of an 37 abandoned vessel or onshore or offshore facility, the person who 38 39 owned or operated the vessel or facility immediately before its 40 abandonment.

1 (b) "Operator" does not include any person who owns the land 2 underlying a facility if the person is not involved in the operations 3 of the facility.

4 (16) "Passenger vessel" means a ship of three hundred or more 5 gross tons with a fuel capacity of at least six thousand gallons 6 carrying passengers for compensation.

7 (17) "Ship" means any boat, ship, vessel, barge, or other8 floating craft of any kind.

9 (18) "Spill" means an unauthorized discharge of oil into the 10 waters of the state.

(19) "Tank vessel" means a ship that is constructed or adapted to carry, or that carries, oil in bulk as cargo or cargo residue, and that:

14 (a) Operates on the waters of the state; or

(b) Transfers oil in a port or place subject to the jurisdiction of this state.

17 (20) "Waters of the state" includes lakes, rivers, ponds, 18 streams, inland waters, underground water, salt waters, estuaries, 19 tidal flats, beaches and lands adjoining the seacoast of the state, 20 sewers, and all other surface waters and watercourses within the 21 jurisdiction of the state of Washington.

(21) "Certificate of financial responsibility" means an official written acknowledgment issued by the director or the director's designee that an owner or operator of a covered vessel or facility, or the owner of the oil, has demonstrated to the satisfaction of the director or the director's designee that the relevant entity has the financial ability to pay for costs and damages caused by an oil spill.

Sec. 11. RCW 88.40.020 and 2003 c 91 s 3 and 2003 c 56 s 3 are ach reenacted and amended to read as follows:

(1) Any barge that transports hazardous substances in bulk as cargo, using any port or place in the state of Washington or the navigable waters of the state shall establish evidence of financial responsibility in the amount of the greater of five million dollars, or three hundred dollars per gross ton of such vessel.

36 (2)(a) Except as provided in (b) or (c) of this subsection, a 37 tank vessel that carries oil as cargo in bulk shall demonstrate 38 financial responsibility to pay at least five hundred million

dollars. The amount of financial responsibility required under this
 subsection is one billion dollars after January 1, 2004.

3 (b) The director by rule may establish a lesser standard of 4 financial responsibility for tank vessels of three hundred gross tons 5 or less. The standard shall set the level of financial responsibility 6 based on the quantity of cargo the tank vessel is capable of 7 carrying. The director shall not set the standard for tank vessels of 8 three hundred gross tons or less below that required under federal 9 law.

10 (c) The owner or operator of a tank vessel who is a member of an 11 international protection and indemnity mutual organization and is 12 covered for oil pollution risks up to the amounts required under this 13 section is not required to demonstrate financial responsibility under 14 this chapter. The director may require the owner or operator of a 15 tank vessel to prove membership in such an organization.

16 (3)(a) A cargo vessel or passenger vessel that carries oil as 17 fuel shall demonstrate financial responsibility to pay at least three 18 hundred million dollars. However, a passenger vessel that transports 19 passengers and vehicles between Washington state and a foreign 20 country shall demonstrate financial responsibility to pay the greater 21 of at least six hundred dollars per gross ton or five hundred 22 thousand dollars.

(b) The owner or operator of a cargo vessel or passenger vessel who is a member of an international protection and indemnity mutual organization and is covered for oil pollution risks up to the amounts required under this section is not required to demonstrate financial responsibility under this chapter. The director may require the owner or operator of a cargo vessel or passenger vessel to prove membership in such an organization.

(4) A fishing vessel while on the navigable waters of the state 30 31 must demonstrate financial responsibility in the following amounts: 32 For a fishing vessel carrying predominantly nonpersistent (a) product, one hundred thirty-three dollars and forty cents per 33 incident, for each barrel of total oil storage capacity, persistent 34 and nonpersistent product, on the vessel or one million three hundred 35 thirty-four thousand dollars, whichever is greater; or (b) for a 36 fishing vessel carrying predominantly persistent product, four 37 hundred dollars and twenty cents per incident, for each barrel of 38 39 total oil storage capacity, persistent product and nonpersistent

product, on the vessel or six million six hundred seventy thousand
 dollars, whichever is greater.

((documentation of financial responsibility shall The 3 (5) demonstrate the ability of the document holder to meet state and 4 federal financial liability requirements for the actual costs for 5 б removal of oil spills, for natural resource damages, and for necessary expenses)) certificate of financial responsibility is 7 conclusive evidence that the person or entity holding the certificate 8 is the party responsible for the specified vessel, facility, or oil 9 for purposes of determining liability pursuant to this chapter. 10

(6) This section shall not apply to a covered vessel owned or operated by the federal government or by a state or local government.

13 **Sec. 12.** RCW 88.40.025 and 1991 c 200 s 704 are each amended to 14 read as follows:

15 An onshore or offshore facility shall demonstrate financial 16 responsibility in an amount determined by the department as necessary to compensate the state and affected counties and cities for damages 17 18 that might occur during a reasonable worst case spill of oil from that facility into the navigable waters of the state. The department 19 20 shall ((consider such matters as the amount of oil that could be spilled into the navigable waters from the facility, the cost of 21 22 cleaning up the spilled oil, the frequency of operations at the facility, the damages that could result from the spill and the 23 24 commercial availability and affordability of financial responsibility)) adopt by rule an amount that will be calculated by 25 multiplying the reasonable per barrel cleanup and damage cost of 26 27 spilled oil, times the worst case spill volume, as measured in barrels, calculated in the applicant's oil spill contingency plan. 28 This section shall not apply to an onshore or offshore facility owned 29 30 or operated by the federal government or by the state or local 31 government.

32 **Sec. 13.** RCW 88.40.030 and 2000 c 69 s 32 are each amended to 33 read as follows:

34 (1) Financial responsibility required by this chapter may be 35 established by any one of, or a combination of, the following methods 36 acceptable to the department of ecology: (((1))) (a) Evidence of 37 insurance; (((2))) (b) surety bonds; (((3))) (c) qualification as a 38 self-insurer; ((or (4))) (d) quaranty; (e) letter of credit; (f)

certificate of deposits; (g) protection and indemnity club 1 membership; or (h) other evidence of financial responsibility. Any 2 3 bond filed shall be issued by a bonding company authorized to do business in the United States. Documentation of such financial 4 responsibility shall be kept on any covered vessel and filed with the 5 б department at least twenty-four hours before entry of the vessel into the navigable waters of the state. A covered vessel is not required 7 to file documentation of financial responsibility twenty-four hours 8 before entry of the vessel into the navigable waters of the state, if 9 10 the vessel has filed documentation of financial responsibility with the federal government, and the level of financial responsibility 11 12 required by the federal government is the same as or exceeds state requirements. The owner or operator of the vessel may file with the 13 department a certificate evidencing compliance with the requirements 14 of another state's or federal financial responsibility requirements 15 16 if the state or federal government requires a level of financial 17 responsibility the same as or greater than that required under this 18 chapter.

## 19 (2) A certificate of financial responsibility may not have a term 20 greater than one year.

21 **Sec. 14.** RCW 88.40.040 and 2003 c 56 s 4 are each amended to 22 read as follows:

(1) ((It is unlawful for any vessel required to have financial 23 24 responsibility under this chapter to enter or operate on Washington waters without meeting the requirements of this chapter or rules 25 adopted under this chapter, except)) A vessel or facility need not 26 27 demonstrate financial responsibility under this chapter prior to using any port or place in the state of Washington or the navigable 28 29 waters of the state when necessary to avoid injury to the vessel's or 30 facility's crew or passengers. Any vessel owner or operator that does 31 not meet the financial responsibility requirements of this chapter 32 and any rules prescribed thereunder or the federal oil pollution act of 1990 shall be reported by the department to the United States 33 34 coast guard.

35 (2) ((The department shall enforce section 1016 of the federal 36 oil pollution act of 1990 as authorized by section 1019 of the 37 federal act.)) Upon notification of an oil spill or discharge or 38 other action or potential liability, the director shall reevaluate 39 the validity of the certificate of financial responsibility. If the director determines that, because of a spill outside of the state or some other action or potential liability, the holder of a certificate may not have the financial resources to pay damages for the oil spill or discharge or other action or potential liability and have resources remaining available to meet the requirements of this chapter, the director may suspend or revoke the certificate.

7 <u>(3) An owner or operator of more than one covered vessel, more</u> 8 <u>than one facility, or one or more vessels and facilities, is only</u> 9 <u>required to obtain a single certificate of financial responsibility</u> 10 <u>that applies to all of the owner or operator's vessels and</u> 11 facilities.

12 (4) If a person holds a certificate for more than one covered vessel or facility and a spill or spills occurs from one or more of 13 those vessels or facilities for which the owner or operator may be 14 liable for damages in an amount exceeding five percent of the 15 financial resources reflected by the certificate, as determined by 16 17 the director, the certificate is immediately considered inapplicable to any vessel or facility not associated with the spill. In that 18 19 event, the owner or operator shall demonstrate to the satisfaction of the director the amount of financial ability required pursuant to 20 21 this chapter, as well as the financial ability to pay all damages that arise or have arisen from the spill or spills that have 22 23 occurred.

24 **Sec. 15.** RCW 88.16.170 and 1991 c 200 s 601 are each amended to 25 read as follows:

Because of the danger of spills, the legislature finds that the transportation of crude oil and refined petroleum products by tankers on the Columbia river, <u>Grays Harbor</u>, and on Puget Sound and adjacent waters creates a great potential hazard to important natural resources of the state and to jobs and incomes dependent on these resources.

32 The legislature recognizes that the Columbia river has many 33 natural obstacles to navigation and shifting navigation channels that 34 create the risk of an oil spill. The legislature also recognizes 35 <u>Grays Harbor and Puget Sound and adjacent waters are ((a)) relatively 36 confined salt water environments with irregular shorelines and 37 therefore there is a greater than usual likelihood of long-term 38 damage from any large oil spill.</u>

1 The legislature further recognizes that certain areas of the Columbia river, Grays Harbor, and Puget Sound and adjacent waters 2 have limited space for maneuvering a large oil tanker and that these 3 waters contain many natural navigational obstacles as well as a high 4 density of commercial and pleasure boat traffic. 5

б For these reasons, it is important that large oil tankers be 7 piloted by highly skilled persons who are familiar with local waters and that such ((tankers)) vessels have sufficient capability for 8 9 rapid maneuvering responses.

It is therefore the intent and purpose of RCW 88.16.180 and 10 88.16.190 to decrease the likelihood of oil spills on the Columbia 11 12 river, Grays Harbor, and on Puget Sound and its shorelines by ((requiring all oil tankers above a certain size to employ licensed 13 14 pilots and to be escorted by a tug or tugs while navigating on certain areas of Puget Sound and adjacent waters)) establishing 15 16 safety requirements that comprehensively address spill risks, which 17 may include the establishment of tug escorts and other measures to mitigate safety risks in certain state waters. 18

- 19 Sec. 16. RCW 88.16.190 and 1994 c 52 s 1 are each amended to 20 read as follows:
- 21 (1) ((Any oil tanker, whether enrolled or registered, of greater 22 than one hundred and twenty-five thousand deadweight tons shall be prohibited from proceeding beyond a point east of a line extending 23 24 from Discovery Island light south to New Dungeness light.

25 (2) An oil tanker, whether enrolled or registered, of forty to one hundred and twenty-five thousand deadweight tons may proceed 26 27 beyond the points enumerated in subsection (1) if such tanker 28 possesses all of the following standard safety features:

29 (a) Shaft horsepower in the ratio of one horsepower to each two 30 and one-half deadweight tons; and

31 (b) Twin screws; and

## 32 (c) Double bottoms, underneath all oil and liquid cargo 33 compartments; and

- (d) Two radars in working order and operating, one of which must 34 35 be collision avoidance radar; and
- (e) Such other navigational position location systems as may be 36 prescribed from time to time by the board of pilotage commissioners: 37
- 38 PROVIDED, That, if such forty to one hundred and twenty-five 39
  - thousand deadweight ton tanker is in ballast or is under escort of a

1 tug or tugs with an aggregate shaft horsepower equivalent to five percent of the deadweight tons of that tanker, subsection (2) of this 2 section shall not apply: PROVIDED FURTHER, That additional tug shaft 3 horsepower equivalencies may be required under certain conditions as 4 established by rule and regulation of the Washington utilities and 5 6 transportation commission pursuant to chapter 34.05 RCW: PROVIDED 7 FURTHER, That)) Except as provided in subsection (2) of this section, an oil tanker of greater than forty thousand deadweight tons may 8 operate in the waters described in (a) of this subsection, to the 9 10 extent that these waters are within the territorial boundaries of Washington, only if the oil tanker is under the escort of a tug or 11 tugs in compliance with the requirements of subsection (4) of this 12 section. 13 (a) Those waters east of a line extending from Discovery Island 14 15 light south to New Dungeness light and all points in the Puget Sound 16 area. 17 (b) The state board of pilotage commissioners, in consultation with the department of ecology and relying on the results of vessel 18 traffic risk assessments, may write rules to implement this 19 subsection (1)(b). These rules may include tug escort requirements 20 and other safety measures for oil tankers of greater than forty 21 thousand deadweight tons, all articulated tug barges, and other towed 22 waterborne vessels or barges that may apply in the following areas 23 consistent with subsections (2)(a) and (4) of this section: 24 25 (i) Within a two-mile radius of the Grays Harbor pilotage district as defined in RCW 88.16.050; 26 27 (ii) Any inland portion of the Columbia river or within three 28 miles of Cape Disappointment at the mouth of the Columbia river; or (iii) The waters identified in (a) of this subsection. 29 30 (c) The state board of pilotage commissioners, in consultation with the department of ecology and relying on the results of vessel 31 traffic risk assessments, shall adopt rules by June 30, 2017, to 32 implement this subsection (1)(c). These rules may include tug escort 33 34 requirements and other safety measures for oil tankers of greater than forty thousand deadweight tons, all articulated tug barges, and 35 other towed waterborne vessels or barges and apply in the following 36 areas consistent with subsections (2)(a) and (4) of this section: All 37 narrow channels of the San Juan Islands archipelago, including 38

39 Rosario Strait, Haro Strait, Boundary Pass, and connected waterways.

(2)(a) If an oil tanker, articulated tug barge, or other towed
 waterborne vessel or barge is in ballast, the tug requirements of
 subsection (1) of this section do not apply.

4 (b) If an oil tanker is a single-hulled oil tanker of greater 5 than five thousand gross tons, the requirements of subsection (1)(a) 6 of this section do not apply and the oil tanker must instead comply 7 with 33 C.F.R. Part 168, as of the effective date of this section.

8 <u>(3)(a) Prior to proceeding with rule making as authorized under</u> 9 <u>subsection (1)(b) and (c) of this section, the commission shall</u> 10 <u>consult with the United States coast guard, the Oregon board of</u> 11 <u>maritime pilots, the Puget Sound, Grays Harbor, and Columbia river</u> 12 <u>harbor safety committees, area tribes, public ports in Oregon and</u> 13 <u>Washington, local governments, and other appropriate entities.</u>

(b) The department may not adopt any rules under this subsection 14 or under subsection (1)(b) and (c) of this section until a vessel 15 traffic risk assessment has been completed for the waters subject to 16 17 the rule making. In order to adopt a rule under this section or subsection (1)(b) and (c) of this section, the board of pilotage 18 commissioners must determine that the results of a vessel traffic 19 risk assessment provides evidence that the rules are necessary in 20 order to achieve best achievable protection as defined in RCW 21 22 88.46.010.

23 (4) Oil tankers of greater than forty thousand deadweight tons, all articulated tug barges, and other towed waterborne vessels or 24 25 barges must ensure that any escort tugs they use have an aggregate shaft horsepower equivalent to at least five percent of the 26 deadweight tons of the escorted oil tanker or articulated tug barge. 27 28 The state board of pilotage commissioners may adopt rules to ensure that escort tugs have sufficient mechanical capabilities to provide 29 30 for safe escort. Rules adopted on this subject must be designed to achieve best achievable protection as defined under RCW 88.46.010. 31

32 (5) A tanker assigned a deadweight of <u>equal to or</u> less than forty 33 thousand deadweight tons at the time of construction or 34 reconstruction as reported in Lloyd's Register of Ships is not 35 subject to the provisions of RCW 88.16.170 through 88.16.190.

36 (6) The provisions of this section do not apply to pilotage for 37 <u>enrolled tankers.</u>

38 (7) For the purposes of this section:

(a) "Articulated tug barge" means a tank barge and a towing
 vessel joined by hinged or articulated fixed mechanical equipment
 affixed or connecting to the stern of the tank barge.

4 (b) "Oil tanker" means a self-propelled deep draft tank vessel
5 designed to transport oil in bulk. "Oil tanker" does not include an
6 articulated tug barge tank vessel.

7 <u>(c) "Waterborne vessel or barge" means any ship, barge, or other</u> 8 <u>watercraft capable of traveling on the navigable waters of this state</u> 9 <u>and capable of transporting any crude oil or petroleum product in</u> 10 <u>quantities of ten thousand gallons or more for purposes other than</u> 11 providing fuel for its motor or engine.

12 Sec. 17. RCW 82.23B.010 and 1992 c 73 s 6 are each amended to 13 read as follows:

14 ((Unless the context clearly requires otherwise,)) <u>The</u> 15 definitions in this section apply throughout this chapter <u>unless the</u> 16 <u>context clearly requires otherwise</u>.

17 (1) "Barrel" means a unit of measurement of volume equal to18 forty-two United States gallons of crude oil or petroleum product.

(2) "Crude oil" means any naturally occurring liquid hydrocarbons
at atmospheric temperature and pressure coming from the earth,
including condensate and natural gasoline.

22

(3) "Department" means the department of revenue.

(4) "Marine terminal" means a facility of any kind, other than a waterborne vessel, that is used for transferring crude oil or petroleum products to or from a waterborne vessel or barge.

(5) "Navigable waters" means those waters of the state and their
adjoining shorelines that are subject to the ebb and flow of the
tide, including the Columbia and Snake rivers.

29

(6) "Person" has the meaning provided in RCW 82.04.030.

30 "Petroleum product" means any liquid hydrocarbons (7) at atmospheric temperature and pressure that are the product of the 31 fractionation, distillation, or other refining or processing of crude 32 oil, and that are used as, useable as, or may be refined as a fuel or 33 fuel blendstock, including but not limited to, gasoline, diesel fuel, 34 35 aviation fuel, bunker fuel, and fuels containing a blend of alcohol 36 and petroleum.

37 (8) "Taxpayer" means the person owning crude oil or petroleum 38 products immediately after receipt of the same into the storage tanks 39 of a marine or bulk oil terminal in this state ((from a waterborne)) 1 vessel or barge)) and who is liable for the taxes imposed by this
2 chapter.

3 (9) "Waterborne vessel or barge" means any ship, barge, or other 4 watercraft capable of ((travelling)) traveling on the navigable 5 waters of this state and capable of transporting any crude oil or 6 petroleum product in quantities of ten thousand gallons or more for 7 purposes other than providing fuel for its motor or engine.

8 <u>(10)</u> "Bulk oil terminal" means a facility of any kind, other than 9 <u>a waterborne vessel, that is used for transferring crude oil or</u> 10 <u>petroleum products from a tank car or pipeline.</u>

11 <u>(11) "Tank car" means a rail car, the body of which consists of a</u> 12 <u>tank for transporting liquids.</u>

13 **Sec. 18.** RCW 82.23B.020 and 2006 c 256 s 2 are each amended to 14 read as follows:

15 (1) An oil spill response tax is imposed on the privilege of 16 receiving: (a) Crude oil or petroleum products at a marine terminal 17 within this state from a waterborne vessel or barge operating on the navigable waters of this state; (b) crude oil or petroleum products 18 at a bulk oil terminal within this state from a tank car; or (c) 19 20 crude oil or petroleum products at a bulk oil terminal within this state from a pipeline. The tax imposed in this section is levied upon 21 the owner of the crude oil or petroleum products immediately after 22 receipt of the same into the storage tanks of a marine or bulk oil 23 24 terminal from a tank car, pipeline, or waterborne vessel or barge at 25 the rate of one cent per barrel of crude oil or petroleum product received. 26

27 (2) In addition to the tax imposed in subsection (1) of this section, an oil spill administration tax is imposed on the privilege 28 of receiving: (a) Crude oil or petroleum products at a marine 29 30 terminal within this state from a waterborne vessel or barge operating on the navigable waters of this state; (b) crude oil or 31 petroleum products at a bulk oil terminal within this state from a 32 tank car; and (c) crude oil or petroleum products at a bulk oil 33 terminal within this state from a pipeline. The tax imposed in this 34 section is levied upon the owner of the crude oil or petroleum 35 products immediately after receipt of the same into the storage tanks 36 of a marine or bulk oil terminal from a tank car, pipeline, or 37 waterborne vessel or barge at the rate of ((four)) ten cents per 38 barrel of crude oil or petroleum product. 39

1 (3) The taxes imposed by this chapter ((shall)) must be collected by the marine or bulk oil terminal operator from the taxpayer. If any 2 person charged with collecting the taxes fails to bill the taxpayer 3 for the taxes, or in the alternative has not notified the taxpayer in 4 writing of the ((imposition of the)) taxes imposed, or having 5 6 collected the taxes, fails to pay them to the department in the 7 manner prescribed by this chapter, whether such failure is the result of the person's own acts or the result of acts or conditions beyond 8 the person's control, he or she ((shall)), nevertheless, ((be)) is 9 personally liable to the state for the amount of the taxes. Payment 10 11 of the taxes by the owner to a marine or bulk oil terminal operator 12 ((shall)) relieves the owner from further liability for the taxes.

(4) Taxes collected under this chapter ((shall)) must be held in 13 14 trust until paid to the department. Any person collecting the taxes who appropriates or converts the taxes collected ((shall be)) is 15 16 guilty of a gross misdemeanor if the money required to be collected 17 is not available for payment on the date payment is due. The taxes required by this chapter to be collected ((shall)) must be stated 18 19 separately from other charges made by the marine or bulk oil terminal operator in any invoice or other statement of account provided to the 20 21 taxpayer.

(5) If a taxpayer fails to pay the taxes imposed by this chapter to the person charged with collection of the taxes and the person charged with collection fails to pay the taxes to the department, the department may, in its discretion, proceed directly against the taxpayer for collection of the taxes.

(6) The taxes ((shall be)) are due from the marine or bulk oil terminal operator, along with reports and returns on forms prescribed by the department, within twenty-five days after the end of the month in which the taxable activity occurs.

31 (7) The amount of taxes, until paid by the taxpayer to the marine or bulk oil terminal operator or to the department, ((shall)) 32 constitutes a debt from the taxpayer to the marine or bulk oil 33 terminal operator. Any person required to collect the taxes under 34 this chapter who, with intent to violate the provisions of this 35 chapter, fails or refuses to do so as required and any taxpayer who 36 refuses to pay any taxes due under this chapter, ((shall be)) is 37 38 guilty of a misdemeanor as provided in chapter 9A.20 RCW.

39 (8) Upon prior approval of the department, the taxpayer may pay40 the taxes imposed by this chapter directly to the department. The

1 department ((shall)) must give its approval for direct payment under 2 this section whenever it appears, in the department's judgment, that direct payment will enhance the administration of the taxes imposed 3 under this chapter. The department ((shall)) <u>must</u> provide by rule for 4 issuance of a direct payment certificate to any taxpayer 5 the б qualifying for direct payment of the taxes. Good faith acceptance of 7 a direct payment certificate by a terminal operator ((<del>shall</del>)) relieves the marine or bulk oil terminal operator from any liability 8 for the collection or payment of the taxes imposed under this 9 chapter. 10

(9) All receipts from the tax imposed in subsection (1) of this section ((shall)) <u>must</u> be deposited into the state oil spill response account. All receipts from the tax imposed in subsection (2) of this section shall be deposited into the oil spill prevention account.

(10) Within forty-five days after the end of each calendar 15 16 quarter, the office of financial management ((shall)) must determine 17 the balance of the oil spill response account as of the last day of that calendar quarter. Balance determinations by the office of 18 financial management under this section are final and ((shall)) may 19 not be used to challenge the validity of any tax imposed under this 20 21 chapter. The office of financial management ((shall)) <u>must</u> promptly notify the departments of revenue and ecology of the account balance 22 once a determination is made. For each subsequent calendar quarter, 23 the tax imposed by subsection (1) of this section shall be imposed 24 25 during the entire calendar guarter unless:

(a) Tax was imposed under subsection (1) of this section during
the immediately preceding calendar quarter, and the most recent
quarterly balance is more than nine million dollars; or

(b) Tax was not imposed under subsection (1) of this section during the immediately preceding calendar quarter, and the most recent quarterly balance is more than eight million dollars.

32 **Sec. 19.** RCW 82.23B.030 and 1992 c 73 s 9 are each amended to 33 read as follows:

The taxes imposed under this chapter ((shall)) only apply to the first receipt of crude oil or petroleum products at a marine or bulk <u>oil</u> terminal in this state and not to the later transporting and subsequent receipt of the same oil or petroleum product, whether in the form originally received at a marine <u>or bulk oil</u> terminal in this state or after refining or other processing.

1 **Sec. 20.** RCW 82.23B.040 and 1992 c 73 s 10 are each amended to 2 read as follows:

3 Credit ((shall)) <u>must</u> be allowed against the taxes imposed under 4 this chapter for any crude oil or petroleum products received at a 5 marine <u>or bulk oil</u> terminal and subsequently exported from or sold 6 for export from the state.

7 Sec. 21. RCW 38.52.040 and 2011 1st sp.s. c 21 s 27, 2011 c 336 8 s 789, and 2011 c 79 s 9 are each reenacted and amended to read as 9 follows:

10 (1) There is hereby created the emergency management council 11 (hereinafter called the council), to consist of not more than seventeen members who shall be appointed by the adjutant general. The 12 membership of the council shall include, but not be limited to, 13 representatives of city and county governments, sheriffs and police 14 15 chiefs, the Washington state patrol, the military department, the 16 department of ecology, state and local fire chiefs, seismic safety 17 experts, state and local emergency management directors, search and 18 rescue volunteers, medical professions who have expertise in emergency medical care, building officials, and private industry. The 19 20 representatives of private industry shall include persons knowledgeable in emergency and hazardous materials management. The 21 22 councilmembers shall elect a chair from within the council membership. The members of the council shall serve without 23 24 compensation, but may be reimbursed for their travel expenses incurred in the performance of their duties in accordance with RCW 25 43.03.050 and 43.03.060 as now existing or hereafter amended. 26

27 (2) The emergency management council shall advise the governor 28 and the director on all matters pertaining to state and local emergency management. The council may appoint such ad hoc committees, 29 30 subcommittees, and working groups as are required to develop specific 31 recommendations for the improvement of emergency management practices, standards, policies, or procedures. The council shall 32 ensure that the governor receives an annual assessment of statewide 33 emergency preparedness including, but not limited to, specific 34 35 progress on hazard mitigation and reduction efforts, implementation of seismic safety improvements, reduction of flood hazards, and 36 coordination of hazardous materials planning and response activities. 37 38 ((The council or a subcommittee thereof shall periodically convene in 39 special session and serve during those sessions as the state

1 emergency response commission required by P.L. 99-499, the emergency planning and community right-to-know act. When sitting in session as 2 the state emergency response commission, the council shall confine 3 its deliberations to those items specified in federal statutes and 4 state administrative rules governing the coordination of hazardous 5 б materials policy.)) The council shall review administrative rules state and local emergency management practices 7 governing and recommend necessary revisions to the director. 8

9 The council or a council subcommittee shall serve and (3) 10 periodically convene in special session as the state emergency response commission required by the emergency planning and community 11 right-to-know act (42 U.S.C. Sec. 11001 et seq.). The state emergency 12 response commission shall conduct those activities specified in 13 federal statutes and regulations and state administrative rules 14 15 governing the coordination of hazardous materials policy including, but not limited to, review of local emergency planning committee 16 17 emergency response plans for compliance with the planning requirements in the emergency planning and community right-to-know 18 act (42 U.S.C. Sec. 11001 et seq.). Committees shall annually review 19 their plans to address changed conditions, and submit their plans to 20 the state emergency response commission for review when updated, but 21 not less than at least once every five years. The department may 22 employ staff to assist local emergency planning committees in the 23 development and annual review of these emergency response plans. By 24 25 March 1, 2018, the department shall report to the governor and legislature on progress towards compliance with planning 26 27 requirements. The report must also provide budget and policy 28 recommendations for continued support of local emergency planning.

29 (4)(a) The intrastate mutual aid committee is created and is a 30 subcommittee of the emergency management council. The intrastate 31 mutual aid committee consists of not more than five members who must 32 be appointed by the council chair from council membership. The chair 33 of the intrastate mutual aid committee is the military department 34 representative appointed as a member of the council. Meetings of the 35 intrastate mutual aid committee must be held at least annually.

36 (b) In support of the intrastate mutual aid system established in 37 chapter 38.56 RCW, the intrastate mutual aid committee shall develop 38 and update guidelines and procedures to facilitate implementation of 39 the intrastate mutual aid system by member jurisdictions, including 40 but not limited to the following: Projected or anticipated costs; checklists and forms for requesting and providing assistance;
 recordkeeping; reimbursement procedures; and other implementation
 issues. These guidelines and procedures are not subject to the rule making requirements of chapter 34.05 RCW.

5 **Sec. 22.** RCW 81.24.010 and 2007 c 234 s 21 are each amended to 6 read as follows:

7 (1) Every company subject to regulation by the commission, except those listed in subsection (3) of this section, shall, on or before 8 the date specified by the commission for filing annual reports under 9 10 RCW 81.04.080, file with the commission a statement on oath showing 11 its gross operating revenue from intrastate operations for the preceding calendar year, or portion thereof, and pay to the 12 commission a fee equal to one-tenth of one percent of the first fifty 13 thousand dollars of gross operating revenue, plus two-tenths of one 14 15 percent of any gross operating revenue in excess of fifty thousand 16 dollars, except railroad companies which shall each pay to the 17 commission a fee equal to ((one and one-half)) two-tenths of one percent of its combined intrastate gross operating revenue and the 18 Washington state portion of its gross interstate operating revenue. 19 20 The commission may, by rule, set minimum fees that do not exceed the cost of collecting the fees. The commission may by rule waive any or 21 all of the minimum fee established pursuant to this section. Any 22 railroad association that qualifies as a nonprofit charitable 23 24 organization under the federal internal revenue code section 25 501(c)(3) is exempt from the fee required under this subsection.

26 (2) The percentage rates of gross operating revenue to be paid in 27 any one year may be decreased by the commission for any class of companies subject to the payment of such fees, by general order 28 entered before March 1st of such year, and for such purpose railroad 29 30 companies are classified as class two. Every other company subject to regulation by the commission, for which regulatory fees are not 31 otherwise fixed by law, shall pay fees as herein provided and shall 32 constitute additional classes according to kinds of businesses 33 34 engaged in.

35 (3) This section does not apply to private nonprofit 36 transportation providers, auto transportation companies, charter 37 party carriers and excursion service carriers, solid waste collection 38 companies, motor freight carriers, household goods carriers,

commercial ferries, and low-level radioactive waste storage
 facilities.

3 <u>NEW SECTION.</u> Sec. 23. A new section is added to chapter 81.44 4 RCW to read as follows:

5 Commission employees certified by the federal railroad administration to perform hazardous materials inspections may enter 6 the property of any business that receives, ships, or offers for 7 shipment hazardous materials by rail. Entry shall be at a reasonable 8 time and in a reasonable manner. The purpose of entry is limited to 9 performing inspections, investigations, or surveillance of equipment, 10 11 records, and operations relating to the packaging, loading, 12 unloading, or transportation of hazardous materials by rail, pursuant only to the state participation program outlined in 49 C.F.R. Part 13 212. The term "business" is all inclusive and is not limited to 14 common carriers or public service companies. 15

16 **Sec. 24.** RCW 81.53.010 and 2013 c 23 s 302 are each amended to 17 read as follows:

18 <u>The definitions in this section apply throughout this chapter</u> 19 <u>unless the context clearly requires otherwise.</u>

20 ((The term)) (1) "Commission((7))" ((when used in this chapter,))
21 means the utilities and transportation commission of Washington.

((The term)) (2) "Highway((7))" ((when used in this chapter,))
includes all state and county roads, streets, alleys, avenues,
boulevards, parkways, and other public places actually open and in
use, or to be opened and used, for travel by the public.

((The term)) (3) "<u>R</u>ailroad(( $_{\tau}$ ))" ((when used in this chapter,)) 26 means every railroad, including interurban and suburban electric 27 railroads, by whatsoever power operated, for the public use in the 28 29 conveyance of persons or property for hire, with all bridges, 30 ferries, tunnels, equipment, switches, spurs, sidings, tracks, stations, and terminal facilities of every kind, used, operated, 31 32 controlled, managed, or owned by or in connection therewith. The 33 ((said)) term ((shall)) also includes every logging and other 34 industrial railway owned or operated primarily for the purpose of 35 carrying the property of its owners or operators or of a limited class of persons, with all tracks, spurs, and sidings used in 36 connection therewith. The ((said)) term ((shall)) does not include 37

street railways operating within the limits of any incorporated city
 or town.

3 ((The term)) (4) "Railroad company((7))" ((when used in this chapter,)) includes every corporation, company, association, joint stock association, partnership, or person, its, their, or his or her lessees, trustees, or receivers appointed by any court whatsoever, owning, operating, controlling, or managing any railroad((7, as that term is defined in this section)).

9 ((The term)) (5) "Over-crossing((7))" ((when used in this 10 chapter,)) means any point or place where a highway crosses a 11 railroad by passing above the same. <u>"Over-crossing" also means any</u> 12 point or place where one railroad crosses another railroad not at 13 grade.

14 ((The term)) (6) "Under-crossing((7))" ((when used in this chapter,)) means any point or place where a highway crosses a 16 railroad by passing under the same. <u>"Under-crossing" also means any</u> 17 point or place where one railroad crosses another railroad not at 18 grade.

19 ((The term "over-crossing" or "under-crossing," shall also mean 20 any point or place where one railroad crosses another railroad not at 21 grade.

The term)) (7) "Grade  $crossing((\tau))$ " ((when used in this chapter,)) means any point or place where a railroad crosses a highway or a highway crosses a railroad or one railroad crosses another, at a common grade.

26 <u>(8) "Private crossing" means any point or place where a railroad</u>
27 crosses a private road at grade or a private road crosses a railroad
28 at grade, where the private road is not a highway.

29 **Sec. 25.** RCW 81.53.240 and 1984 c 7 s 375 are each amended to 30 read as follows:

(1) Except to the extent necessary to permit participation by 31 first-class cities in the grade crossing protective fund, when an 32 election to participate is made as provided in RCW 81.53.261 through 33 81.53.291, or to the extent a first-class city requests to 34 participate in the commission's crossing safety inspection program 35 within the city, this chapter ((81.53 RCW)) is not operative within 36 the limits of first-class cities, and does not apply to street 37 railway lines operating on or across any street, alley, or other 38 public place within the limits of any city, except that a streetcar 39

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line outside of cities of the first class shall not cross a railroad 1 at grade without express authority from the commission. 2 The commission may not change the location of a state highway without the 3 approval of the secretary of transportation, or the location of any 4 crossing thereon adopted or approved by the 5 department of 6 transportation, or grant a railroad authority to cross a state 7 highway at grade without the consent of the secretary of transportation. 8

(2) Within thirty days of the effective date of this section, 9 first-class cities must provide to the commission a list of all 10 existing public crossings within the limits of a first-class city, 11 including over and under-crossings, including the United States 12 department of transportation number for the crossing. Within thirty 13 days of modifying, closing, or opening a grade crossing within the 14 limits of a first-class city, the city must notify the commission in 15 writing of the action taken, identifying the crossing by United 16 17 States department of transportation number.

18 <u>NEW SECTION.</u> Sec. 26. A new section is added to chapter 81.53
19 RCW to read as follows:

20 (1) To address the potential public safety hazards presented by private crossings in the state and by the transportation of hazardous 21 materials in the state, including crude oil, the commission is 22 authorized to and must adopt rules governing safety standards for 23 24 private crossings along the railroad tracks over which crude oil is 25 transported in the state. The commission is also authorized to conduct inspections of the private crossings subject to this section, 26 27 to order the railroads to make improvements at the private crossings, 28 and enforce the orders.

(2) The commission must adopt rules governing private crossings along railroad tracks over which crude oil is transported in the state, establishing:

(a) Minimum safety standards for the private crossings subject to
 this section, including, but not limited to, requirements for
 signage;

(b) Criteria for prioritizing the inspection and improvements ofthe private crossings subject to this section; and

37 (c) Requirements governing the improvements to private crossings38 the railroad company must pay for and complete.

1 (3) Nothing in this section modifies existing agreements between 2 the railroad company and the landowner governing liability for 3 injuries or damages occurring at the private crossing.

4 **Sec. 27.** RCW 88.46.180 and 2011 c 122 s 2 are each amended to 5 read as follows:

(1) The department shall evaluate and update planning standards б for oil spill response equipment required under contingency plans 7 required by this chapter, including aerial surveillance, in order to 8 ensure access in the state to equipment that represents the best 9 10 achievable protection to respond to a worst case spill and provide 11 for continuous operation of oil spill response activities to the maximum extent practicable and without jeopardizing crew safety, as 12 13 determined by the incident commander or the unified command.

14 (2) The department shall by rule update the planning standards at 15 five-year intervals to ensure the maintenance of best available 16 protection over time. Rule updates to covered nontank vessels shall 17 minimize potential impacts to discretionary cargo moved through the 18 state.

19 (((3) The department shall evaluate and update planning standards
20 for tank vessels by December 31, 2012.))

21 <u>NEW SECTION.</u> **Sec. 28.** Sections 17 through 20 of this act take 22 effect January 1, 2016.

23 <u>NEW SECTION.</u> Sec. 29. If any provision of this act or its 24 application to any person or circumstance is held invalid, the 25 remainder of the act or the application of the provision to other 26 persons or circumstances is not affected.

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