H-	$\cap$	5	2	5		1
TT	$\cup$	$\sim$	$\sim$	$\sim$	•	_

8

9

11

12

1314

## HOUSE BILL 1508

State of Washington 66th Legislature 2019 Regular Session

By Representatives Mead, Eslick, Wylie, and Orcutt

- AN ACT Relating to the distribution of connecting Washington funds to local and state transportation agencies; amending RCW 46.68.090; adding a new section to chapter 47.66 RCW; providing an
- 4 effective date; and declaring an emergency.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 46.68.090 and 2015 3rd sp.s. c 44 s 105 are each 7 amended to read as follows:
  - (1) All moneys that have accrued or may accrue to the motor vehicle fund from the fuel tax must be first expended for purposes enumerated in (a) and (b) of this subsection. The remaining net tax amount must be distributed monthly by the state treasurer in accordance with subsections (2) through (8) of this section.
  - (a) For payment of refunds of fuel tax that has been paid and is refundable as provided by law;
- 15 (b) For payment of amounts to be expended pursuant to
  16 appropriations for the administrative expenses of the offices of
  17 state treasurer, state auditor, and the department of licensing of
  18 the state of Washington in the administration of the fuel tax, which
  19 sums must be distributed monthly.

p. 1 HB 1508

- 1 (2) All of the remaining net tax amount collected under RCW 2 82.38.030(1) must be distributed as set forth in (a) through (j) of this subsection.
  - (a) For distribution to the motor vehicle fund an amount equal to 44.387 percent to be expended for highway purposes of the state as defined in RCW 46.68.130;
  - (b)(i) For distribution to the special category C account, hereby created in the motor vehicle fund, an amount equal to 3.2609 percent to be expended for special category C projects. Special category C projects are category C projects that, due to high cost only, will require bond financing to complete construction.
- (ii) The following criteria, listed in order of priority, must be used in determining which special category C projects have the highest priority:
  - (A) Accident experience;

4

5

7

8

9

10 11

15

16

21

22

23

2425

26

27

28

3435

36

- (B) Fatal accident experience;
- 17 (C) Capacity to move people and goods safely and at reasonable speeds without undue congestion; and
- 19 (D) Continuity of development of the highway transportation 20 network.
  - (iii) Moneys deposited in the special category C account in the motor vehicle fund may be used for payment of debt service on bonds the proceeds of which are used to finance special category C projects under this subsection (2)(b);
  - (c) For distribution to the Puget Sound ferry operations account in the motor vehicle fund an amount equal to 2.3283 percent;
  - (d) For distribution to the Puget Sound capital construction account in the motor vehicle fund an amount equal to 2.3726 percent;
- 29 (e) For distribution to the transportation improvement account in 30 the motor vehicle fund an amount equal to 7.5597 percent;
- 31 (f) For distribution to the transportation improvement account in 32 the motor vehicle fund an amount equal to 5.6739 percent and expended 33 in accordance with RCW 47.26.086;
  - (g) For distribution to the cities and towns from the motor vehicle fund an amount equal to 10.6961 percent in accordance with RCW 46.68.110;
- 37 (h) For distribution to the counties from the motor vehicle fund 38 an amount equal to 19.2287 percent: (i) Out of which there must be 39 distributed from time to time, as directed by the department of 40 transportation, those sums as may be necessary to carry out the

p. 2 HB 1508

provisions of RCW 47.56.725; and (ii) less any amounts appropriated to the county road administration board to implement the provisions of RCW 47.56.725(4), with the balance of such county share to be distributed monthly as the same accrues for distribution in accordance with RCW 46.68.120;

6

7

8

9

10 11

12

1314

15

2425

26

27

32

33

- (i) For distribution to the county arterial preservation account, hereby created in the motor vehicle fund an amount equal to 1.9565 percent. These funds must be distributed by the county road administration board to counties in proportions corresponding to the number of paved arterial lane miles in the unincorporated area of each county and must be used for improvements to sustain the structural, safety, and operational integrity of county arterials. The county road administration board must adopt reasonable rules and develop policies to implement this program and to assure that a pavement management system is used;
- 16 (j) For distribution to the rural arterial trust account in the 17 motor vehicle fund an amount equal to 2.5363 percent and expended in 18 accordance with RCW 36.79.020.
- 19 (3) The remaining net tax amount collected under RCW 82.38.030(2) 20 must be distributed to the transportation 2003 account (nickel account).
- 22 (4) The remaining net tax amount collected under RCW 82.38.030(3) 23 must be distributed as follows:
  - (a) 8.3333 percent must be distributed to the incorporated cities and towns of the state in accordance with RCW 46.68.110;
    - (b) 8.3333 percent must be distributed to counties of the state in accordance with RCW 46.68.120; and
- 28 (c) The remainder must be distributed to the transportation 29 partnership account created in RCW 46.68.290.
- 30 (5) The remaining net tax amount collected under RCW 82.38.030(4) 31 must be distributed as follows:
  - (a) 8.3333 percent must be distributed to the incorporated cities and towns of the state in accordance with RCW 46.68.110;
- 34 (b) 8.3333 percent must be distributed to counties of the state 35 in accordance with RCW 46.68.120; and
- 36 (c) The remainder must be distributed to the transportation 37 partnership account created in RCW 46.68.290.
- 38 (6) The remaining net tax amount collected under RCW 82.38.030 39 (5) and (6) must be distributed to the transportation partnership 40 account created in RCW 46.68.290.

p. 3 HB 1508

- 1 (7) The remaining net tax amount collected under RCW 82.38.030 2 (7) and (8) must be distributed <u>as follows:</u>
- 3 (a) 1.180 percent must be distributed to the transportation 4 improvement board in accordance with RCW 47.26.086;
- 5 (b) 0.590 percent must be distributed to the county road 6 administration board in accordance with subsection (2)(i) of this 7 section;
- 8 (c) 0.590 percent must be distributed to the county road 9 administration board in accordance with RCW 36.79.020;
- 10 (d) Eight million five hundred eleven thousand dollars per
  11 biennium must be distributed by the state treasurer to the freight
  12 mobility investment account created in RCW 46.68.300; and
- 13 <u>(e) The remainder must be distributed</u> to the connecting 14 Washington account created in RCW 46.68.395.
- 15 (8) Nothing in this section or in RCW 46.68.130 may be construed 16 so as to violate any terms or conditions contained in any highway 17 construction bond issues now or hereafter authorized by statute and 18 whose payment is by such statute pledged to be paid from any excise 19 taxes on fuel.
- NEW SECTION. Sec. 2. A new section is added to chapter 47.66
  RCW to read as follows:

2223

24

2526

- MULTIMODAL TRANSPORTATION ACCOUNT—TRANSFERS. (1) On July 1, 2019, and by each July 1st thereafter, the state treasurer shall transfer from the multimodal transportation account created in RCW 47.66.070: Seven million three hundred thirty-five thousand dollars to the complete streets grant program account created in RCW 47.04.325.
- 27 (2) On July 1, 2019, and each biennium thereafter, the state 28 treasurer shall transfer from the multimodal transportation account 29 created in RCW 47.66.070: Eight million five hundred eleven thousand 30 dollars to the freight mobility multimodal account created in RCW 31 46.68.310.
- NEW SECTION. Sec. 3. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect July 1, 2019.

--- END ---

p. 4 HB 1508