HOUSE BILL 1585

State of Washington 65th Legislature 2017 Regular Session

By Representative Young

1 AN ACT Relating to dedicating revenue from civil penalties 2 associated with tolls for crossing the Tacoma Narrows bridge to 3 repaying debt issued to construct the bridge; amending RCW 46.63.160, 4 47.46.100, 47.46.110, 47.46.130, and 47.56.165; and repealing RCW 5 47.46.140.

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

7 Sec. 1. RCW 46.63.160 and 2015 c 292 s 1 are each amended to 8 read as follows:

9 (1) This section applies only to civil penalties for nonpayment 10 of tolls detected through use of photo toll systems.

(2) Nothing in this section prohibits a law enforcement officer from issuing a notice of traffic infraction to a person in control of a vehicle at the time a violation occurs under RCW 46.63.030(1) (a), (b), or (c).

(3) A notice of civil penalty may be issued by the department of transportation when a toll is assessed through use of a photo toll system and the toll is not paid by the toll payment due date, which is eighty days from the date the vehicle uses the toll facility and incurs the toll charge.

(4) Any registered owner or renter of a vehicle traveling upon a
 toll facility operated under chapter 47.56 or 47.46 RCW is subject to

1 a civil penalty governed by the administrative procedures set forth 2 in this section when the vehicle incurs a toll charge and the toll is 3 not paid by the toll payment due date, which is eighty days from the 4 date the vehicle uses the toll facility and incurs the toll charge.

(5)(a) The department shall develop rules to allow an individual 5 б who has been issued a notice of civil penalty to present evidence of mitigating circumstances as to why a toll bill was not timely paid. 7 If an individual is able to present verifiable evidence to the 8 department that a civil penalty was incurred due to hospitalization, 9 military deployment, eviction, homelessness, death of the alleged 10 11 violator or of an alleged violator's immediate family member, failure 12 to receive the toll bill due to an incorrect address that has since been corrected, a prepaid electronic toll account error that has 13 since been corrected, an error made by the department or an agent of 14 the department, or other mitigating circumstances as determined by 15 16 the department, the department may dismiss or reduce the civil penalty and associated fees. 17

(b)(i) Consistent with chapter 34.05 RCW, the department of 18 transportation shall develop an administrative adjudication process 19 to review appeals of civil penalties issued by the department of 20 transportation for toll nonpayment detected through the use of a 21 under this section. The 22 photo toll system department of transportation shall submit to the transportation committees of the 23 legislature an annual report on the number of times adjudicators 24 25 reduce or dismiss the civil penalty as provided in (b)(ii) of this subsection and the total amount of the civil penalties dismissed. The 26 report must be submitted by December 1st of each year. 27

28 (ii) During the adjudication process, the alleged violator must 29 have an opportunity to explain mitigating circumstances as to why the toll bill was not timely paid. Hospitalization, a divorce decree or 30 31 legal separation agreement resulting in a transfer of the vehicle, an active duty member of the military or national guard covered by the 32 federal service members civil relief act, 50 U.S.C. Sec. 501 et seq., 33 or state service members' civil relief act, chapter 38.42 RCW, 34 eviction, homelessness, the death of the alleged violator or of an 35 36 immediate family member, being switched to a different method of toll payment, if the alleged violator did not receive a toll charge bill 37 or notice of civil penalty, or other mitigating circumstances as 38 39 determined by the adjudicator are deemed valid mitigating 40 circumstances. All of the reasons that constitute mitigating

HB 1585

p. 2

1 circumstances must have occurred within a reasonable time of the 2 alleged toll violation. In response to these circumstances, the 3 adjudicator may reduce or dismiss the civil penalty and associated 4 administrative fees.

5 (6) The use of a photo toll system is subject to the following 6 requirements:

7 (a) Photo toll systems may take photographs, digital photographs,
8 microphotographs, videotapes, or other recorded images of the vehicle
9 and vehicle license plate only.

(b) A notice of civil penalty must include with it a certificate 10 11 or facsimile thereof, based upon inspection of photographs, 12 microphotographs, videotape, or other recorded images produced by a photo toll system, stating the facts supporting the notice of civil 13 penalty. This certificate or facsimile is prima facie evidence of the 14 facts contained in it and is admissible in a proceeding established 15 16 under subsection (5) of this section. The photographs, digital 17 photographs, microphotographs, videotape, or other recorded images 18 evidencing the toll nonpayment civil penalty must be available for 19 inspection and admission into evidence in a proceeding to adjudicate the liability for the civil penalty. 20

(c)(i) By June 30, 2016, prior to issuing a notice of civil penalty to a registered owner of a vehicle listed on an active prepaid electronic toll account, the department of transportation must:

(A) Send an ((electronic mail)) email notice to the email address provided in the prepaid electronic toll account of unpaid pay-by-mail toll bills at least ten days prior to a notice of civil penalty being issued for the associated pay-by-mail toll. The notice must be separate from any regular notice sent by the department; and

30 (B) Call the phone numbers provided in the account to provide 31 notice of unpaid pay-by-mail toll bills at least ten days prior to a 32 notice of civil penalty being issued for the associated pay-by-mail 33 toll.

(ii) The department is relieved of its obligation to provide
 notice as required by this section if the customer has declined to
 receive communications from the department through such methods.

(d) Notwithstanding any other provision of law, all photographs,
digital photographs, microphotographs, videotape, other recorded
images, or other records identifying a specific instance of travel
prepared under this section are for the exclusive use of the tolling

HB 1585

p. 3

1 agency for toll collection and enforcement purposes and are not open to the public and may not be used in a court in a pending action or 2 proceeding unless the action or proceeding relates to a civil penalty 3 section. No photograph, 4 under this digital photograph, microphotograph, videotape, other recorded image, or other record 5 б identifying a specific instance of travel may be used for any purpose 7 other than toll collection or enforcement of civil penalties under this section. Records identifying a specific instance of travel by a 8 specific person or vehicle must be retained only as required to 9 ensure payment and enforcement of tolls and to comply with state 10 11 records retention policies.

(e) All locations where a photo toll system is used must be clearly marked by placing signs in locations that clearly indicate to a driver that he or she is entering a zone where tolls are assessed and enforced by a photo toll system.

16 (f) Within existing resources, the department of transportation 17 shall conduct education and outreach efforts at least six months prior to activating an all-electronic photo toll system. Methods of 18 19 outreach shall include a department presence at community meetings in the vicinity of a toll facility, signage, and information published 20 21 in local media. Information provided shall include notice of when all electronic photo tolling shall begin and methods of payment. 22 Additionally, the department shall provide quarterly reporting on 23 education and outreach efforts and other data related to the issuance 24 25 of civil penalties.

(g) The envelope containing a toll charge bill or related notice issued pursuant to RCW 47.46.105 or 47.56.795, or a notice of civil penalty issued under this section, must prominently indicate that the contents are time sensitive and related to a toll violation.

30 (7) Civil penalties for toll nonpayment detected through the use 31 of photo toll systems must be issued to the registered owner of the 32 vehicle identified by the photo toll system, but are not part of the 33 registered owner's driving record under RCW 46.52.101 and 46.52.120.

(8) The civil penalty for toll nonpayment detected through the
 use of a photo toll system is forty dollars plus the photo toll and
 associated fees.

(9) Except as provided otherwise in this subsection, all civil penalties, including the photo toll and associated fees, collected under this section must be deposited into the toll facility account of the facility on which the toll was assessed. ((However, through)

1 June 30, 2013,)) Civil penalties deposited into the Tacoma Narrows toll bridge account created under RCW 47.56.165 that are in excess of 2 amounts necessary to support the toll adjudication process applicable 3 to toll collection on the Tacoma Narrows bridge must first be 4 allocated toward ((repayment of operating loans and reserve payments 5 6 provided to the account from the motor vehicle account under section 1005(15), chapter 518, Laws of 2007)) paying bond obligations 7 incurred in constructing the bridge. Additionally, all 8 civil penalties, resulting from nonpayment of tolls on the state route 9 number 520 corridor, shall be deposited into the state route number 10 11 520 civil penalties account created under section 4, chapter 248, 12 Laws of 2010 but only if chapter 248, Laws of 2010 is enacted by June 13 30, 2010.

(10) If the registered owner of the vehicle is a rental car business, the department of transportation shall, before a toll bill is issued, provide a written notice to the rental car business that a toll bill may be issued to the rental car business if the rental car business does not, within thirty days of the mailing of the written notice, provide to the issuing agency by return mail:

20 (a) A statement under oath stating the name and known mailing 21 address of the individual driving or renting the vehicle when the 22 toll was assessed; or

(b) A statement under oath that the business is unable to determine who was driving or renting the vehicle at the time the toll was assessed because the vehicle was stolen at the time the toll was assessed. A statement provided under this subsection must be accompanied by a copy of a filed police report regarding the vehicle theft; or

(c) In lieu of identifying the vehicle operator, the rental carbusiness may pay the applicable toll and fee.

31 Timely mailing of this statement to the issuing agency relieves a 32 rental car business of any liability under this section for the 33 payment of the toll.

(11) It is the intent of the legislature that the department provide an educational opportunity when vehicle owners incur fees and penalties associated with late payment of tolls for the first time. As part of this educational opportunity, the department may waive penalties and fees if the issue that resulted in the toll not being timely paid has been resolved and the vehicle owner establishes an electronic toll account, if practicable. To aid in collecting tolls

HB 1585

p. 5

in a timely manner, the department may waive or reduce the 1 outstanding amounts of fees and penalties assessed when tolls are not 2 timely paid. 3

(12)(a) By June 30, 2016, the department of transportation must 4 update its web site, and accommodate access to the web site from 5 6 mobile platforms, to allow toll customers to efficiently manage all 7 their tolling accounts, regardless of method of payment.

(b)(i) By June 30, 2016, the department of transportation must 8 make available to the public a point of access that allows a third 9 party to develop an application for mobile technologies that (A) 10 11 securely accesses a user's toll account information and (B) allows 12 the user to manage his or her toll account to the same extent possible through the department's web site. 13

14 (ii) If the department determines that it would be cost-effective and in the best interests of the citizens of Washington, it may also 15 develop an application for mobile technologies that allows toll 16 17 customers to manage all of their tolling accounts from a mobile 18 platform.

(13) When acquiring a new photo toll system, the department of 19 20 transportation must enable the new system to:

21 (a) Connect with the department of licensing's vehicle record system so that a prepaid electronic toll account can be updated 22 automatically when a toll customer's vehicle record is updated, if 23 the customer has consented to such updates; and 24

25 (b) Document when any toll is assessed for a vehicle listed in a 26 prepaid electronic toll account in the monthly statement that is made available to the electronic toll account holder regardless of whether 27 the method of payment for the toll is via pay-by-mail or prepaid 28 29 electronic toll account.

(14) Consistent with chapter 34.05 RCW, the department 30 of 31 transportation shall develop rules to implement this section.

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(15) For the purposes of this section:

(a) "Photo toll system" means the system defined in RCW 47.56.010 33 and 47.46.020. 34

(b) "Prepaid electronic toll account" means a prepaid toll 35 36 account linked to a pass or license plate number, including "Good to 37 Go!".

(16) If a customer's toll charge or civil penalty is waived 38 pursuant to this section due to an error made by the department, or 39 40 an agent of the department, in reading the customer's license plate,

1 the secretary of transportation must send a letter to the customer 2 apologizing for the error.

3 Sec. 2. RCW 47.46.100 and 2002 c 114 s 7 are each amended to 4 read as follows:

5 (1) The commission shall fix the rates of toll and other charges 6 for all toll bridges built under this chapter that are financed 7 primarily by bonds issued by the state. Subject to RCW 47.46.090, the 8 commission may impose and modify toll charges from time to time as 9 conditions warrant.

10 (2) In establishing toll charges, the commission shall give due 11 consideration to any required costs for operating and maintaining the 12 toll bridge or toll bridges, including the cost of insurance, and to 13 any amount required by law to meet the redemption of bonds and 14 interest payments on them.

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(3) The toll charges must be imposed in amounts sufficient to:

16 (a) Provide annual revenue sufficient to provide for annual 17 operating and maintenance expenses, except as provided in RCW 18 47.56.245; and

(b) Make payments required under RCW 47.56.165 ((and 47.46.140)), including insurance costs and the payment of principal and interest on bonds issued for any particular toll bridge or toll bridges((; and (c) Repay the motor vehicle fund under RCW 47.46.110, 47.56.165,

23 and 47.46.140)).

(4) The bond principal and interest payments((, including repayment of the motor vehicle fund for amounts transferred from that fund to provide for such principal and interest payments,)) constitute a first direct and exclusive charge and lien on all tolls and other revenues from the toll bridge concerned, subject to operating and maintenance expenses.

30 **Sec. 3.** RCW 47.46.110 and 2002 c 114 s 8 are each amended to 31 read as follows:

32 (1) The commission shall retain toll charges on any existing and 33 future facilities constructed under this chapter and financed 34 primarily by bonds issued by the state until((÷

35 (a) All costs of investigation, financing, acquisition of 36 property, and construction advanced from the motor vehicle fund have 37 been fully repaid, except as provided in subsection (2)(b) of this 38 section; 1 (b)) bond and deferred sales tax obligations incurred in 2 constructing that facility have been fully paid((; and

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(c) The motor vehicle fund is fully repaid under RCW 47.46.140)).

4 (2) This section does not:

5 (a) Prohibit the use of toll revenues to fund maintenance,
6 operations, or management of facilities constructed under this
7 chapter except as prohibited by RCW 47.56.245;

8 (b) Require repayment of funds specifically appropriated as a 9 nonreimbursable state financial contribution to a project.

10 (3) Notwithstanding the provisions of subsection (2)(a) of this 11 section, upon satisfaction of the conditions enumerated in subsection 12 (1) of this section:

(a) The facility must be operated as a toll-free facility; and (b) The operation, maintenance, upkeep, and repair of the facility must be paid from funds appropriated for the use of the department for the construction and maintenance of the primary state highways of the state of Washington.

18 **Sec. 4.** RCW 47.46.130 and 2002 c 114 s 10 are each amended to 19 read as follows:

20 Proceeds of the sale of bonds issued by the state for projects 21 constructed under this chapter must be deposited in the state treasury to the credit of a special account designated for those 22 23 purposes. Those proceeds must be expended only for the purposes 24 enumerated in this chapter((-)) and for payment of the expense 25 incurred in the issuance and sale of any such bonds((, and to repay 26 the motor vehicle fund for any sums advanced to pay the cost of 27 surveys, location, design, development, right-of-way, and other 28 activities related to the financing and construction of the bridge 29 and its approaches)).

30 **Sec. 5.** RCW 47.56.165 and 2009 c 567 s 1 are each amended to 31 read as follows:

A special account to be known as the Tacoma Narrows toll bridge account is created in the motor vehicle fund in the state treasury.

34 (1) Deposits to the account must include:

35 (a) All proceeds of bonds issued for construction of the Tacoma 36 Narrows public-private initiative project, including any capitalized 37 interest; 1 (b) All of the toll charges and other revenues received from the 2 operation of the Tacoma Narrows bridge as a toll facility, to be 3 deposited at least monthly;

4 (c) Any interest that may be earned from the deposit or 5 investment of those revenues;

6 (d) Notwithstanding RCW 47.12.063, proceeds from the sale of any
7 surplus real property acquired for the purpose of building the second
8 Tacoma Narrows bridge; and

9 (e) All liquidated damages collected under any contract involving 10 the construction of the second Tacoma Narrows bridge.

11 (2) Proceeds of bonds shall be used consistent with RCW 12 47.46.130, including the reimbursement of expenses and fees incurred 13 under agreements entered into under RCW 47.46.040 as required by 14 those agreements.

15 (3) Toll charges, other revenues, and interest may only be used 16 to((\div

17 (a)) pay required costs that contribute directly to the 18 financing, operation, maintenance, management, and necessary repairs 19 of the tolled facility, as determined by rule by the transportation 20 commission((; and

21 (b) Repay amounts to the motor vehicle fund as required under RCW
22 47.46.140)).

(4) Toll charges, other revenues, and interest may not be used to pay for costs that do not contribute directly to the financing, operation, maintenance, management, and necessary repairs of the tolled facility, as determined by rule by the transportation commission.

(5) The department shall make detailed quarterly expenditure reports available to the transportation commission and to the public on the department's web site using current department resources.

31 (6) ((When repaying the motor vehicle fund under RCW 47.46.140, the state treasurer shall transfer funds from the Tacoma Narrows toll 32 bridge account to the motor vehicle fund on or before each debt 33 service date for bonds issued for the Tacoma Narrows public-private 34 35 initiative project in an amount sufficient to repay the motor vehicle 36 fund for amounts transferred from that fund to the highway bond retirement fund to provide for any bond principal and interest due on 37 38 that date.)) The state treasurer may establish subaccounts for the 39 purpose of segregating toll charges, bond sale proceeds, and other 40 revenues.

<u>NEW SECTION.</u> Sec. 6. RCW 47.46.140 (Repayment of motor vehicle
 fund from toll charges) and 2002 c 114 s 12 are each repealed.

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