## SECOND SUBSTITUTE HOUSE BILL 1611

## State of Washington 65th Legislature 2017 Regular Session

**By** House Finance (originally sponsored by Representatives Farrell, Fitzgibbon, Fey, Peterson, Slatter, Tharinger, Pollet, Stonier, Senn, Appleton, Chapman, Goodman, Robinson, Pettigrew, Bergquist, Hudgins, McBride, Cody, Macri, Doglio, Stanford, Jinkins, Tarleton, and Kagi)

AN ACT Relating to oil transportation safety; amending RCW 88.16.190, 90.56.370, 82.23B.020, 82.23B.030, 90.56.200, 90.56.240, 90.56.510, 90.56.565, 90.56.210, 90.56.220, 90.56.230, and 80.50.060; reenacting and amending RCW 80.50.020 and 90.56.010; adding a new section to chapter 90.56 RCW; creating new sections; prescribing penalties; providing an effective date; providing an expiration date; and declaring an emergency.

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

Sec. 1. (1) The legislature finds that the system 9 NEW SECTION. of crude oil transportation by boat, rail, and pipeline in Washington 10 11 has experienced significant changes in recent years. By enacting 12 chapter 274, Laws of 2015 (the oil transportation safety act), the 13 legislature took significant steps to address the risks of oil 14 transportation. However, because that legislation primarily focused on the risks of crude oil transportation by rail, and did not address 15 16 the growing risks of oil shipped through state waters, additional 17 attention to this issue is warranted and the additional steps taken in this act will help continue to improve oil transportation safety. 18

19 (2) In light of recent events since the passage of the oil20 transportation safety act, oil transportation patterns are expected

to continue to further change in coming years. With these changes,
 additional and changing risks are also expected:

(a) One important contextual change driving oil transportation 3 risks in Washington was the recent decision by the United States 4 congress in December 2015 to remove the longstanding prohibition on 5 6 the export of crude oil from the United States. This reversal of federal law presents a significant prospective change to the patterns 7 of shipment through the state and may bring additional 8 oil 9 environmental and public safety risks that are not adequately addressed by existing plans and safety regulations. 10

11 (b) A second change on the horizon, which will have huge 12 ramifications for the transport of oil through the boundary waters and the Strait of Juan de Fuca, stems from the recently approved 13 expansion of the Trans Mountain pipeline from Alberta to British 14 Columbia, Canada. The expanded pipeline is anticipated to increase 15 16 oil tanker traffic in the already busy United States-Canadian 17 boundary water shipping lanes from five tankers per month to up to thirty-four oil laden tankers per month. Because the precipitating 18 event for this increase in traffic is the construction of a facility 19 in Canada, the environmental impacts of this traffic in Washington 20 21 waters will not otherwise be mitigated under chapter 43.21C RCW, the 22 state environmental policy act. Therefore, it is urgent and imperative that the legislature act now to enhance its marine oil 23 transport risk reduction framework in order for the state to be even 24 25 minimally prepared for the tectonic shift in oil transportation that 26 is likely to occur in our ecologically fragile northern waters.

(3) Therefore, in light of these changes, it is the intent of the legislature to enhance a variety of safety measures that protect against the risk of oil spills occurring on land and on water, to provide a sustainable source of funding for the state's oil spill preparedness and response program, and to ensure the state's ability to recover from the full scope of economic harms that would result from a large oil spill.

34 **Sec. 2.** RCW 88.16.190 and 1994 c 52 s 1 are each amended to read 35 as follows:

36 (1) Any oil tanker, whether enrolled or registered, of greater 37 than one hundred and twenty-five thousand deadweight tons shall be 38 prohibited from proceeding beyond a point east of a line extending 39 from Discovery Island light south to New Dungeness light.

1 (2) ((An oil tanker, whether enrolled or registered, of forty to one hundred and twenty-five thousand deadweight tons may proceed 2 beyond the points enumerated in subsection (1) if such tanker 3 4 possesses all of the following standard safety features: 5 (a) Shaft horsepower in the ratio of one horsepower to each two 6 and one-half deadweight tons; and (b) Twin screws; and 7 (c) Double bottoms, underneath all oil and liquid cargo 8 9 compartments; and 10 (d) Two radars in working order and operating, one of which must 11 be collision avoidance radar; and 12 (e) Such other navigational position location systems as may be 13 prescribed from time to time by the board of pilotage commissioners: PROVIDED, That, if such forty to one hundred and twenty-five 14 15 thousand deadweight ton tanker is in ballast or is under escort of a 16 tug or tugs with an aggregate shaft horsepower equivalent to five 17 percent of the deadweight tons of that tanker, subsection (2) of this 18 section shall not apply: PROVIDED FURTHER, That additional tug shaft 19 horsepower equivalencies may be required under certain conditions as established by rule and regulation of the Washington utilities and 20 transportation commission pursuant to chapter 34.05 RCW: PROVIDED 21 22 FURTHER, That)) (a) Except as provided in subsection (3) of this 23 section, an oil tanker of forty to one hundred twenty-five thousand 24 deadweight tons may operate in the waters east of a line extending 25 from Discovery Island light south to New Dungeness light and all points in the Puget Sound area, including but not limited to the San 26 27 Juan archipelago and connected waterways and the waters south of Admiralty Inlet, to the extent that these waters are within the 28 territorial boundaries of Washington, only if the oil tanker is under 29 30 the escort of a tug or tugs in compliance with the requirements of subsection (4) of this section. 31 32 (b) The board of pilotage commissioners, in consultation with and assisted by the department of ecology and considering the results of 33 34 the most recently completed vessel traffic risk assessments, shall adopt rules by December 31, 2018, to implement this subsection 35 (2)(b). The board of pilotage commissioners may enter into an 36 37 interagency agreement with the department of ecology to develop the rules. The rules must include tug escort requirements and may include 38

39 pilotage requirements, requirements that the owner or operator of

40 oil-laden vessels establish and fund an emergency response system

1 that provides for an emergency towing vessel to be stationed in or near the narrow channels of the San Juan Islands that meets the 2 criteria of RCW 88.46.135 other than the stationing location of the 3 response vessel, and other safety measures. The rules that establish 4 tug escort requirements may only apply to oil tankers of less than 5 6 forty thousand deadweight tons and articulated tug barges and waterborne vessels or barges of greater than five thousand deadweight 7 tons. Other maritime safety requirements adopted by rule under this 8 subsection may apply to oil tankers, articulated tug barges, and 9 other waterborne vessels or barges of all sizes. The geographic scope 10 of the rules is the entirety of the Puget Sound and must address the 11 narrow channels of the San Juan archipelago, including Rosario 12 Strait, Haro Strait, Boundary Pass, and connected waterways. 13

14 (c) The board of pilotage commissioners must consult with the 15 United States coast guard, the Puget Sound harbor safety committee, 16 tribes, ports, local governments, and other appropriate entities 17 before adopting tug escort requirements, pilotage requirements, and 18 other safety measures for Puget Sound.

19 (3) If an oil tanker, articulated tug barge, or other towed 20 waterborne vessel or barge is in ballast, the tug escort requirements 21 of subsection (2)(a) of this section and any tug escort rules adopted 22 pursuant to subsection (2)(b) of this section do not apply.

23 (4)(a) Oil tankers, articulated tug barges, and other towed 24 waterborne vessels or barges must ensure that any escort tugs they 25 use have an aggregate shaft horsepower equivalent to at least five 26 percent of the deadweight tons of the escorted oil tanker, barge, 27 vessel, or articulated tug barge.

28 (b) The board of pilotage commissioners may adopt rules to ensure 29 that escort tugs have sufficient mechanical capabilities to provide 30 for safe escort.

31 (c) In order to adopt best achievable protection as defined under 32 RCW 88.46.010, rules adopted under this subsection must be informed 33 by:

## 34 (i) Accident records in British Columbia and Washington waters;

35 (ii) Propulsion and design of tank vessels; and

36 <u>(iii) The characteristics of the waterways.</u>

37 <u>(5) A</u> tanker assigned a deadweight of less than forty thousand 38 deadweight tons at the time of construction or reconstruction as 39 reported in Lloyd's Register of Ships is not subject to the 1 provisions of <u>subsection (2)(a) of this section and</u> RCW 88.16.170
2 ((through 88.16.190)) and 88.16.180.

3 (6) The definitions in this subsection apply throughout this
4 section unless the context clearly requires otherwise.

5 <u>(a) "Articulated tug barge" means a tank barge and a towing</u> 6 <u>vessel joined by hinged or articulated fixed mechanical equipment</u> 7 <u>affixed or connecting to the stern of the tank barge.</u>

8 <u>(b) "Oil tanker" means a self-propelled deep draft tank vessel</u> 9 <u>designed to transport oil in bulk. "Oil tanker" does not include an</u> 10 <u>articulated tug barge tank vessel.</u>

11 (c) "Waterborne vessel or barge" means any ship, barge, or other 12 watercraft capable of traveling on the navigable waters of this state 13 and capable of transporting any crude oil or petroleum product in 14 guantities of ten thousand gallons or more for purposes other than 15 providing fuel for its motor or engine.

16 **Sec. 3.** RCW 90.56.370 and 2011 c 122 s 10 are each amended to 17 read as follows:

(1) Any person owning oil or having control over oil that enters the waters of the state in violation of RCW 90.56.320 shall be strictly liable, without regard to fault, for the damages to persons or property, public or private, caused by such entry.

(2) Damages for which responsible parties are liable under this 22 section include loss of income, such as lost fishing income or lost 23 24 lodging income due to reduced tourism, net revenue, the loss of means 25 of producing income or revenue <u>directly or indirectly attributable to</u> oil entering waters of the state, lost real property value when it is 26 27 demonstrated to be a direct result of an oil spill, or an economic 28 benefit resulting from an injury to or loss of real or personal property or natural resources. 29

30 (3) Damages for which responsible parties are liable under this 31 section include damages provided in subsections (1) and (2) of this section resulting from: (a) The use and deployment of chemical 32 dispersants or from in situ burning in response to a violation of RCW 33 90.56.320; and (b) any action conducted in response to a violation of 34 RCW 90.56.320, including actions to collect, investigate, perform 35 surveillance over, remove, contain, treat, or disperse oil discharged 36 into waters of the state. 37

(4) In any action to recover damages resulting from the dischargeof oil in violation of RCW 90.56.320, the owner or person having

1 control over the oil shall be relieved from strict liability, without 2 regard to fault, if that person can prove that the discharge was 3 caused solely by:

- 4 (a) An act of war or sabotage;
- 5 (b) An act of God;

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- 6 (c) Negligence on the part of the United States government; or
  - (d) Negligence on the part of the state of Washington.

8 (5) The liability established in this section shall in no way 9 affect the rights which: (a) The owner or other person having control 10 over the oil may have against any person whose acts may in any way 11 have caused or contributed to the discharge of oil, or (b) the state 12 of Washington may have against any person whose actions may have 13 caused or contributed to the discharge of oil.

14 **Sec. 4.** RCW 82.23B.020 and 2015 c 274 s 14 are each amended to 15 read as follows:

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

(2) In addition to the tax imposed in subsection (1) of this 26 27 section, an oil spill administration tax is imposed on the privilege of receiving: (a) Crude oil or petroleum products at a marine 28 terminal within this state from a waterborne vessel or barge 29 30 operating on the navigable waters of this state; or (b) crude oil or petroleum products at a bulk oil terminal within this state from a 31 tank car. The tax imposed in this section is levied upon the owner of 32 the crude oil or petroleum products immediately after receipt of the 33 same into the storage tanks of a marine or bulk oil terminal from a 34 35 tank car or waterborne vessel or barge at the rate of ((four)) six and one-half cents per barrel of crude oil or petroleum product. 36

37 (3) The taxes imposed by this chapter must be collected by the 38 marine or bulk oil terminal operator from the taxpayer. If any person 39 charged with collecting the taxes fails to bill the taxpayer for the

taxes, or in the alternative has not notified the taxpayer in writing 1 of the taxes imposed, or having collected the taxes, fails to pay 2 them to the department in the manner prescribed by this chapter, 3 whether such failure is the result of the person's own acts or the 4 result of acts or conditions beyond the person's control, he or she, 5 б nevertheless, is personally liable to the state for the amount of the 7 taxes. Payment of the taxes by the owner to a marine or bulk oil terminal operator relieves the owner from further liability for the 8 9 taxes.

(4) Taxes collected under this chapter must be held in trust 10 11 until paid to the department. Any person collecting the taxes who 12 appropriates or converts the taxes collected is guilty of a gross misdemeanor if the money required to be collected is not available 13 14 for payment on the date payment is due. The taxes required by this chapter to be collected must be stated separately from other charges 15 16 made by the marine or bulk oil terminal operator in any invoice or 17 other statement of account provided to the taxpayer.

18 (5) If a taxpayer fails to pay the taxes imposed by this chapter 19 to the person charged with collection of the taxes and the person 20 charged with collection fails to pay the taxes to the department, the 21 department may, in its discretion, proceed directly against the 22 taxpayer for collection of the taxes.

(6) The taxes 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.

(7) The amount of taxes, until paid by the taxpayer to the marine 27 or bulk oil terminal operator or to the department, constitutes a 28 debt from the taxpayer to the marine or bulk oil terminal operator. 29 Any person required to collect the taxes under this chapter who, with 30 31 intent to violate the provisions of this chapter, fails or refuses to do so as required and any taxpayer who refuses to pay any taxes due 32 under this chapter, is guilty of a misdemeanor as provided in chapter 33 9A.20 RCW. 34

35 (8) Upon prior approval of the department, the taxpayer may pay 36 the taxes imposed by this chapter directly to the department. The 37 department must give its approval for direct payment under this 38 section whenever it appears, in the department's judgment, that 39 direct payment will enhance the administration of the taxes imposed 40 under this chapter. The department must provide by rule for the

1 issuance of a direct payment certificate to any taxpayer qualifying 2 for direct payment of the taxes. Good faith acceptance of a direct 3 payment certificate by a terminal operator relieves the marine or 4 bulk oil terminal operator from any liability for the collection or 5 payment of the taxes imposed under this chapter.

6 (9) All receipts from the tax imposed in subsection (1) of this 7 section must be deposited into the state oil spill response account 8 <u>created in RCW 90.56.500</u>. All receipts from the tax imposed in 9 subsection (2) of this section shall be deposited into the oil spill 10 prevention account <u>created in RCW 90.56.510</u>.

11 (10) Within forty-five days after the end of each calendar 12 quarter, the office of financial management must determine the balance of the oil spill response account as of the last day of that 13 calendar quarter. Balance determinations by the office of financial 14 management under this section are final and may not be used to 15 16 challenge the validity of any tax imposed under this chapter. The 17 office of financial management must promptly notify the departments 18 of revenue and ecology of the account balance once a determination is 19 made. For each subsequent calendar quarter, the tax imposed by subsection (1) of this section shall be imposed during the entire 20 21 calendar quarter 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.

28 **Sec. 5.** RCW 82.23B.030 and 2015 c 274 s 15 are each amended to 29 read as follows:

30 (1) The taxes imposed under this chapter only apply to the first 31 receipt of crude oil or petroleum products at a marine or bulk oil 32 terminal in this state and not to the later transporting and 33 subsequent receipt of the same oil or petroleum product, whether in 34 the form originally received at a marine or bulk oil terminal in this 35 state or after refining or other processing.

36 (2) The taxes imposed under this chapter do not apply to the 37 receipt of crude oil or petroleum products that the state is 38 prohibited from taxing under the United States Constitution.

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<u>NEW SECTION.</u> Sec. 6. A new section is added to chapter 90.56
 RCW to read as follows:

3 (1) Each onshore and offshore oil refinery facility handling 4 crude oil for export must revise the following items to specifically 5 address all types of crude oil planned or anticipated to be handled 6 at the facility, including crude oil from the Bakken oil fields and 7 diluted bitumen crude from Canada:

8 (a) The facility oil spill prevention plan required under RCW9 90.56.200;

10 (b) The facility oil spill contingency plan required under RCW 11 90.56.210;

12 (c) The training and certification program required under RCW13 90.56.220; and

14 (d) The operations manual required under RCW 90.56.230.

15 (2) By September 1, 2018, the department must adopt by rule the 16 required components of these plans addressing handling of crude oil 17 for export and must require that the plans demonstrate best 18 achievable protection from damages caused by the discharge of oil 19 into the waters of the state or other casualty from the release, 20 explosion, or ignition of the oil.

(3) Prior to the adoption of rules under this section, the department may require an oil refinery facility to notify the department if it is handling crude oil for export and to revise its contingency plan, prevention plan, and operating manual to include a description of the crude oil export handling activities, including but not limited to the volumes and types of crude oil being handled, or proposed to be handled, for export by the facility.

28 **Sec. 7.** RCW 90.56.200 and 2015 c 274 s 4 are each amended to 29 read as follows:

30 (1) The owner or operator for each onshore and offshore facility, except as determined in subsection (3) of this section, shall prepare 31 and submit to the department an oil spill prevention plan 32 in conformance with the requirements of this chapter. The plans shall be 33 submitted to the department in the time and manner directed by the 34 35 department. The spill prevention plan may be consolidated with a 36 spill contingency plan submitted pursuant to RCW 90.56.210. The 37 department may accept plans prepared to comply with other state or federal law as spill prevention plans to the extent those plans 38

comply with the requirements of this chapter. The department, by
 rule, shall establish standards for spill prevention plans.

3 (2) The spill prevention plan for an onshore or offshore facility4 shall:

5 (a) Establish compliance with the federal oil pollution act of 6 1990, if applicable, and financial responsibility requirements under 7 federal and state law;

8 (b) Certify that supervisory and other key personnel in charge of 9 transfer, storage, and handling of oil have received certification 10 pursuant to RCW 90.56.220;

11 (c) Certify that the facility has an operations manual required 12 by RCW 90.56.230;

13 (d) Certify the implementation of alcohol and drug use awareness 14 programs;

(e) Describe the facility's maintenance and inspection program and contain a current maintenance and inspection record of the storage and transfer facilities and related equipment;

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(f) Describe the facility's alcohol and drug treatment programs;

(g) Describe spill prevention technology that has been installed, including overflow alarms, automatic overflow cut-off switches, secondary containment facilities, and storm water retention, treatment, and discharge systems;

(h) Describe any discharges of oil to the land or the water of more than twenty-five barrels in the prior five years and the 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

33 (k) Include any other information reasonably necessary to carry 34 out the purposes of this chapter required by rules adopted by the 35 department.

36 (3) Plan requirements in subsection (2) of this section are not 37 applicable to railroad facility operators while transporting oil over 38 rail lines of this state.

39 (4) The department shall only approve a prevention plan if it 40 provides the best achievable protection from damages caused by the

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discharge of oil into the waters of the state and if it determines
 that the plan meets the requirements of this section and rules
 adopted by the department.

4 (5) Upon approval of a prevention plan, the department shall 5 provide to the person submitting the plan a statement indicating that 6 the plan has been approved, the facilities covered by the plan, and 7 other information the department determines should be included.

(6) The approval of a prevention plan shall be valid for five 8 years. An owner or operator of a facility shall notify the department 9 in writing immediately of any significant change of which it is aware 10 affecting its prevention plan, including changes in any factor set 11 forth in this section or in rules adopted by the department. The 12 department may require the owner or operator to update a prevention 13 14 plan as a result of these changes. Consistent with section 6 of this act, a facility engaged in the refining of petroleum must be required 15 16 by the department to update its prevention plan prior to exporting 17 crude oil from the facility. The department shall provide notice of the crude oil export proposal to interested parties, including local 18 and tribal governments, and shall make the prevention plan updates 19 available for public review and comment. 20

(7) The department by rule shall require prevention plans to be reviewed, updated, if necessary, and resubmitted to the department at least once every five years.

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

(9) This section does not authorize the department to modify theterms of a collective bargaining agreement.

30 **Sec. 8.** RCW 90.56.240 and 1990 c 116 s 4 are each amended to 31 read as follows:

The department shall by rule establish standards for persons who contract to provide <u>spill management</u>, cleanup, and containment services under contingency plans approved under RCW 90.56.210.

35 **Sec. 9.** RCW 90.56.510 and 2015 c 274 s 7 are each amended to 36 read as follows:

(1) The oil spill prevention account is created in the statetreasury. All receipts from RCW 82.23B.020(2) shall be deposited in

1 the account. Moneys from the account may be spent only after appropriation. The account is subject to allotment procedures under 2 3 chapter 43.88 RCW. ((If, on the first day of any calendar month, the balance of the oil spill response account is greater than nine 4 million dollars and the balance of the oil spill prevention account 5 б exceeds the unexpended appropriation for the current biennium, then the tax under RCW 82.23B.020(2) shall be suspended on the first day 7 of the next calendar month until the beginning of the following 8 biennium, provided that the tax shall not be suspended during the 9 10 last six months of the biennium. If the tax imposed under RCW 82.23B.020(2) is suspended during two consecutive biennia, the 11 department shall by November 1st after the end of the second 12 biennium, recommend to the appropriate standing committees an 13 adjustment in the tax rate. For the biennium ending June 30, 1999, 14 and the biennium ending June 30, 2001, the state treasurer may 15 16 transfer a total of up to one million dollars from the oil spill 17 response account to the oil spill prevention account to support appropriations made from the oil spill prevention account in the 18 19 omnibus appropriations act adopted not later than June 30, 1999.))

(2) Expenditures from the oil spill prevention account shall be 20 21 used exclusively for the administrative costs related to the purposes of this chapter, and chapters 90.48, 88.40, and 88.46 RCW. 22 In addition, until June 30, 2019, expenditures from the oil spill 23 prevention account may be used, subject to amounts appropriated 24 specifically for this purpose, for the development and annual review 25 26 of local emergency planning committee emergency response plans in RCW 38.52.040(3). Starting with the 1995-1997 biennium, the legislature 27 28 shall give activities of state agencies related to prevention of oil 29 spills priority in funding from the oil spill prevention account. 30 Costs of prevention include the costs of:

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(a) Routine responses not covered under RCW 90.56.500;

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(b) Management and staff development activities;

33 (c) Development of rules and policies and the statewide plan 34 provided for in RCW 90.56.060;

35 (d) Facility and vessel plan review and approval, drills,36 inspections, investigations, enforcement, and litigation;

37 (e) Interagency coordination and public outreach and education;

38 (f) Collection and administration of the tax provided for in 39 chapter 82.23B RCW; and 1 (g) Appropriate travel, goods and services, contracts, and 2 equipment.

3 (3) Before expending moneys from the account for a response under 4 subsection (2)(a) of this section, but without delaying response 5 activities, the director shall make reasonable efforts to obtain 6 funding for response costs under this section from the person 7 responsible for the spill and from other sources, including the 8 federal government.

9 **Sec. 10.** RCW 90.56.565 and 2015 c 274 s 8 are each amended to 10 read as follows:

11 (1)(a) A facility that receives crude oil from a railroad car must provide advance notice to the department that the facility will 12 receive crude oil from a railroad car, as provided in this section. 13 The advance notice must include the route taken to the facility 14 15 within the state, if known, and the scheduled time, location, volume, 16 region per bill of lading, and gravity as measured by standards 17 developed by the American petroleum institute, of crude oil received. Each week, a facility that provides advance notice under this section 18 must provide the required information regarding the scheduled arrival 19 20 of railroad cars carrying crude oil to be received by the facility in 21 the succeeding seven-day period. A facility is not required to provide advance notice when there is no receipt of crude oil from a 22 railroad car scheduled for a seven-day period. 23

(b) Twice per year, pipelines that transport crude oil must report to the department the following information about the crude oil transported by the pipeline through the state: The volume of crude oil and the state or province of origin of the crude oil. This report must be submitted each year by July 31st for the period January 1st through June 30th and by January 31st for the period July 1st through December 31st.

(2) The department may share information provided by a facility through the advance notice system established in this section with the state emergency management division and any county, city, tribal, port, ((<del>or</del>)) local government emergency response agency, or the legislative bodies of local governments that oversee community first response agencies upon request.

37 (3) The department must publish information collected under this
38 section on a quarterly basis on the department's internet web site.
39 With respect to the information reported under subsection (1)(a) of

this section, the information published by the department must be aggregated on a statewide basis by route through the state, by week, and by type of crude oil. The report may also include other information available to the department including, but not limited to, place of origin, modes of transport, number of railroad cars delivering crude oil, and number and volume of spills during transport and delivery.

8 (4) A facility providing advance notice under this section is not 9 responsible for meeting advance notice time frame requirements under 10 subsection (1) of this section in the event that the schedule of 11 arrivals of railroad cars carrying crude oil changes during a seven-12 day period.

(5) Consistent with the requirements of chapter 42.56 RCW, the 13 14 department and any state, local, tribal, or public agency that receives information provided under this section may not disclose any 15 16 such information to the public or to nongovernmental entities that 17 contains proprietary, commercial, or financial information unless that information is aggregated. The requirement for aggregating 18 19 information does not apply when information is shared by the department with emergency response agencies as provided in subsection 20 21 (2) of this section.

(6) The department shall adopt rules to implement this section.
The advance notice system required in this section must be consistent with the oil transfer reporting system adopted by the department pursuant to RCW 88.46.165.

26 **Sec. 11.** RCW 90.56.210 and 2015 c 274 s 5 are each amended to 27 read as follows:

(1) Each onshore and offshore facility shall have a contingency 28 plan for the containment and cleanup of oil spills from the facility 29 30 into the waters of the state and for the protection of fisheries and wildlife, shellfish beds, natural resources, and public and private 31 property from such spills. The department shall by rule adopt and 32 periodically revise standards for the preparation of contingency 33 plans. The department shall require contingency plans, at a minimum, 34 35 to meet the following standards:

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

38 (b) Be designed to be capable in terms of personnel, materials,39 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;

3 (c) Provide a clear, precise, and detailed description of how the 4 plan relates to and is integrated into relevant contingency plans 5 which have been prepared by cooperatives, ports, regional entities, 6 the state, and the federal government;

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

10 (e) State the number, training preparedness, and fitness of all 11 dedicated, prepositioned personnel assigned to direct and implement 12 the plan;

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

(g) Describe important features of the surrounding environment, 16 17 including fish and wildlife habitat, shellfish beds, environmentally and archaeologically sensitive areas, and public facilities. The 18 departments of ecology, fish and wildlife, and natural resources, and 19 the department of archaeology and historic preservation, upon 20 21 request, shall provide information that they have available to assist in preparing this description. The description of archaeologically 22 sensitive areas shall not be required to be included in a contingency 23 plan until it is reviewed and updated pursuant to subsection (9) of 24 25 this section;

(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;

30 (i) Provide arrangements for the prepositioning of oil spill 31 containment and cleanup equipment and trained personnel at strategic 32 locations from which they can be deployed to the spill site to 33 promptly and properly remove the spilled oil;

34 (j) Provide arrangements for enlisting the use of qualified and 35 trained cleanup personnel to implement the plan;

36 (k) Provide for disposal of recovered spilled oil in accordance 37 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,

1 design and operation of a facility, training of personnel, number of 2 personnel, and backup systems designed to prevent a spill;

3 (m) State the amount and type of equipment available to respond 4 to a spill, where the equipment is located, and the extent to which 5 other contingency plans rely on the same equipment; and

6 (n) If the department has adopted rules permitting the use of 7 dispersants, the circumstances, if any, and the manner for the 8 application of the dispersants in conformance with the department's 9 rules.

10 (2)(a) The following shall submit contingency plans to the 11 department within six months after the department adopts rules 12 establishing standards for contingency plans under subsection (1) of 13 this section:

14 (i) Onshore facilities capable of storing one million gallons or 15 more of oil; and

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(ii) Offshore facilities.

17 (b) Contingency plans for all other onshore and offshore 18 facilities shall be submitted to the department within eighteen 19 months after the department has adopted rules under subsection (1) of 20 this section. The department may adopt a schedule for submission of 21 plans within the eighteen-month period.

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

26 (4)(a) The owner or operator of a facility shall submit the 27 contingency plan for the facility.

(b) <u>Consistent with section 6 of this act, the owner or operator</u> of a facility shall update its contingency plan prior to exporting crude oil from the facility. The department shall provide notice of the crude oil export proposal to interested parties, including local and tribal governments, and shall make the contingency plan updates available for public review and comment.

34 (c) A person who has contracted with a facility to provide 35 containment and cleanup services and who meets the standards 36 established pursuant to RCW 90.56.240, may submit the plan for any 37 facility for which the person is contractually obligated to provide 38 services. Subject to conditions imposed by the department, the person 39 may submit a single plan for more than one facility.

1 (5) A contingency plan prepared for an agency of the federal 2 government or another state that satisfies the requirements of this 3 section and rules adopted by the department may be accepted by the 4 department as a contingency plan under this section. The department 5 shall ensure that to the greatest extent possible, requirements for 6 contingency plans under this section are consistent with the 7 requirements for contingency plans under federal law.

8 (6) In reviewing the contingency plans required by this section,9 the department shall consider at least the following factors:

10 (a) The adequacy of containment and cleanup equipment, personnel, 11 communications equipment, notification procedures and call down 12 lists, response time, and logistical arrangements for coordination 13 and implementation of response efforts to remove oil spills promptly 14 and properly and to protect the environment;

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

17 (c) The volume and type of oil being transported within the area 18 covered by the plan;

(d) The existence of navigational hazards within the area coveredby the plan;

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

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

25 (g) Relevant information on previous spills contained in on-scene 26 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.

30 (7) The department shall approve a contingency plan only if it 31 determines that the plan meets the requirements of this section and 32 that, if implemented, the plan is capable, in terms of personnel, 33 materials, and equipment, of removing oil promptly and properly and 34 minimizing any damage to the environment.

35 (8) The approval of the contingency plan shall be valid for five 36 years. Upon approval of a contingency plan, the department shall 37 provide to the person submitting the plan a statement indicating that 38 the plan has been approved, the facilities or vessels covered by the 39 plan, and other information the department determines should be 40 included. 1 (9) An owner or operator of a facility shall notify the 2 department in writing immediately of any significant change of which 3 it is aware affecting its contingency plan, including changes in any 4 factor set forth in this section or in rules adopted by the 5 department. The department may require the owner or operator to 6 update a contingency plan as a result of these changes.

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

10 (11) Approval of a contingency plan by the department does not 11 constitute an express assurance regarding the adequacy of the plan 12 nor constitute a defense to liability imposed under this chapter or 13 other state law.

14 **Sec. 12.** RCW 90.56.220 and 1991 c 200 s 203 are each amended to 15 read as follows:

16 (1) The department by rule shall adopt standards for onshore and 17 offshore facilities regarding the equipment and operation of the facilities with respect to the transfer, storage, and handling of oil 18 to ensure that the best achievable protection of the public health 19 20 and the environment is employed at all times. The department shall 21 implement a program to provide for the inspection of all onshore and offshore facilities on a regular schedule to ensure that each 22 facility is in compliance with the standards. 23

(2) The department shall adopt rules for certification of
supervisory and other key personnel in charge of the transfer,
storage, and handling of oil at onshore and offshore facilities. The
rules shall include, but are not limited to:

(a) Minimum training requirements for all facility workersinvolved in the transfer, storage, and handling of oil at a facility;

30 (b) Provisions for periodic renewal of certificates for
31 supervisory and other key personnel involved in the transfer,
32 storage, and handling of oil at the facility; and

33

(c) Continuing education requirements.

34 (3) The rules adopted by the department shall not conflict with 35 or modify standards imposed pursuant to federal or state laws 36 regulating worker safety.

37 (4) Consistent with section 6 of this act, an owner or operator 38 of a facility must update its training and certification program 39 prior to exporting crude oil. The department shall provide notice of 1 the proposal to export crude oil to interested parties, including 2 local and tribal governments, and shall make the training and 3 certification program updates available for public review and 4 comment.

5 **Sec. 13.** RCW 90.56.230 and 1991 c 200 s 204 are each amended to 6 read as follows:

7 (1)(a) Each owner or operator of an onshore or offshore facility 8 shall prepare an operations manual describing equipment and 9 procedures involving the transfer, storage, and handling of oil that 10 the operator employs or will employ for best achievable protection 11 for the public health and the environment and to prevent oil spills 12 in the navigable waters.

13 (b) Consistent with section 6 of this act, an owner or operator 14 of a facility must update its operations manual prior to exporting 15 crude oil. The department shall provide notice of the proposal to 16 export crude oil to interested parties, including local and tribal 17 governments, and shall make the operations manual updates available 18 for public review and comment.

19 <u>(c)</u> The operations manual shall also describe equipment and 20 procedures required for all vessels to or from which oil is 21 transferred through use of the facility. The operations manual shall 22 be submitted to the department for approval.

(2) Every existing onshore and offshore facility shall prepare and submit to the department its operations manual within eighteen months after the department has adopted rules governing the content of the manual.

27 (3) The department shall approve an operations manual for an onshore or offshore facility if the manual complies with the rules 28 adopted by the department. If the department determines a manual does 29 30 not comply with the rules, it shall provide written reasons for the decision. The owner or operator shall resubmit the manual within 31 ninety days of notification of the reasons for noncompliance, 32 33 responding to the reasons and incorporating any suggested 34 modifications.

35 (4) The approval of an operations manual shall be valid for five 36 years. The owner or operator of the facility shall notify the 37 department in writing immediately of any significant change in its 38 operations affecting its operations manual. The department may

require the owner or operator to modify its operations manual as a
 result of these changes.

3 (5) All equipment and operations of an operator's onshore or 4 offshore facility shall be maintained and carried out in accordance 5 with the facility's operations manual. The owner or operator of the 6 facility shall ensure that all covered vessels docked at an onshore 7 or offshore facility comply with the terms of the operations manual 8 for the facility.

9 <u>NEW SECTION.</u> Sec. 14. (1) The department of ecology shall 10 contract with an eligible independent third party to update the 11 October 2006 report to the state emergency response commission regarding statewide response to chemical, biological, radiological, 12 13 nuclear, and explosive materials. The updated report must also include an update to appendix A of that report, which addresses the 14 15 state's current hazardous materials response capabilities and that 16 reviews the emergency response programs of other states. The contract 17 for the updated report must give special emphasis to addressing recent changes to patterns of hazardous material transportation, 18 including crude oil transportation, and the availability of resources 19 to respond to incidents resulting from the transport of hazardous 20 21 materials. The contract must require the updated report to be 22 completed by June 30, 2018.

23

(2) This section expires June 30, 2020.

24 Sec. 15. RCW 80.50.020 and 2010 c 152 s 1 are each reenacted and 25 amended to read as follows:

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

(1) "Alternative energy resource" includes energy facilities of the following types: (a) Wind; (b) solar energy; (c) geothermal energy; (d) landfill gas; (e) wave or tidal action; or (f) biomass energy based on solid organic fuels from wood, forest, or field residues, or dedicated energy crops that do not include wood pieces that have been treated with chemical preservatives such as creosote, pentachlorophenol, or copper-chrome-arsenic.

(2) "Applicant" means any person who makes application for a sitecertification pursuant to the provisions of this chapter.

1 (3) "Application" means any request for approval of a particular 2 site or sites filed in accordance with the procedures established 3 pursuant to this chapter, unless the context otherwise requires.

"Associated facilities" means storage, transmission, 4 (4) handling, or other related and supporting facilities connecting an 5 energy plant with the existing energy supply, processing, or 6 7 distribution system, including, but not limited to, communications, controls, mobilizing or maintenance equipment, instrumentation, and 8 other types of ancillary transmission equipment, off-line storage or 9 venting required for efficient operation or safety of the 10 transmission system and overhead, and surface or subsurface lines of 11 12 physical access for the inspection, maintenance, and safe operations of the transmission facility and new transmission lines constructed 13 14 to operate at nominal voltages of at least 115,000 volts to connect a thermal power plant or alternative energy facilities to the northwest 15 16 power grid. However, common carrier railroads or motor vehicles shall 17 not be included.

18

(5) "Biofuel" has the same meaning as defined in RCW 43.325.010.

19 (6) "Certification" means a binding agreement between an 20 applicant and the state which shall embody compliance to the siting 21 guidelines, in effect as of the date of certification, which have 22 been adopted pursuant to RCW 80.50.040 as now or hereafter amended as 23 conditions to be met prior to or concurrent with the construction or 24 operation of any energy facility.

25 (7) "Construction" means on-site improvements, excluding 26 exploratory work, which cost in excess of two hundred fifty thousand 27 dollars.

(8) "Council" means the energy facility site evaluation councilcreated by RCW 80.50.030.

30 (9) "Counsel for the environment" means an assistant attorney 31 general or a special assistant attorney general who shall represent 32 the public in accordance with RCW 80.50.080.

33 (10) "Electrical transmission facilities" means electrical power 34 lines and related equipment.

35 (11) "Energy facility" means an energy plant or transmission 36 facilities: PROVIDED, That the following are excluded from the 37 provisions of this chapter:

38 (a) Facilities for the extraction, conversion, transmission or39 storage of water, other than water specifically consumed or

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1 discharged by energy production or conversion for energy purposes; 2 and

3 (b) Facilities operated by and for the armed services for
4 military purposes or by other federal authority for the national
5 defense.

6 (12) "Energy plant" means the following facilities together with 7 their associated facilities:

8 (a) Any nuclear power facility where the primary purpose is to9 produce and sell electricity;

10 (b) Any nonnuclear stationary thermal power plant with generating 11 capacity of three hundred fifty thousand kilowatts or more, measured 12 using maximum continuous electric generating capacity, less minimum 13 auxiliary load, at average ambient temperature and pressure, and 14 floating thermal power plants of one hundred thousand kilowatts or 15 more suspended on the surface of water by means of a barge, vessel, 16 or other floating platform;

17 (c) Facilities which will have the capacity to receive liquefied 18 natural gas in the equivalent of more than one hundred million 19 standard cubic feet of natural gas per day, which has been 20 transported over marine waters;

(d) Facilities which will have the capacity to receive more than an average of fifty thousand barrels per day of crude or refined petroleum or liquefied petroleum gas which has been or will be transported over marine waters, except that the provisions of this chapter shall not apply to storage facilities unless occasioned by such new facility construction;

(e) Any underground reservoir for receipt and storage of natural gas as defined in RCW 80.40.010 capable of delivering an average of more than one hundred million standard cubic feet of natural gas per day; and

(f) Facilities capable of processing more than twenty-five thousand barrels per day of petroleum or biofuel into refined products except where such biofuel production is undertaken at existing industrial facilities.

35 (13) "Independent consultants" means those persons who have no 36 financial interest in the applicant's proposals and who are retained 37 by the council to evaluate the applicant's proposals, supporting 38 studies, or to conduct additional studies.

(14) "Land use plan" means a comprehensive plan or land useelement thereof adopted by a unit of local government pursuant to

chapter 35.63, 35A.63, 36.70, or 36.70A RCW, or as otherwise
 designated by chapter 325, Laws of 2007.

3 (15) "Person" means an individual, partnership, joint venture, 4 private or public corporation, association, firm, public service 5 company, political subdivision, municipal corporation, government 6 agency, public utility district, or any other entity, public or 7 private, however organized.

8 (16) "Preapplicant" means a person considering applying for a 9 site certificate agreement for any transmission facility.

10 (17) "Preapplication process" means the process which is 11 initiated by written correspondence from the preapplicant to the 12 council, and includes the process adopted by the council for 13 consulting with the preapplicant and with cities, towns, and counties 14 prior to accepting applications for all transmission facilities.

15 (18) "Secretary" means the secretary of the United States 16 department of energy.

17 (19) "Site" means any proposed or approved location of an energy 18 facility, alternative energy resource, or electrical transmission 19 facility.

(20) "Thermal power plant" means, for the purpose of
 certification, any electrical generating facility using any fuel for
 distribution of electricity by electric utilities.

(21) "Transmission facility" means any of the following togetherwith their associated facilities:

(a) Crude ((<del>or</del>)) <u>oil transmission pipelines of the following</u> dimensions: A pipeline larger than six inches minimum inside diameter between valves for the transmission of these products with a total length of at least five miles; or

29 (b) Refined petroleum or liquid petroleum product transmission 30 pipeline of the following dimensions: A pipeline larger than six 31 inches minimum inside diameter between valves for the transmission of 32 these products with a total length of at least fifteen miles;

33 (((<del>b)</del>)) (<u>c</u>) Natural gas, synthetic fuel gas, or liquefied 34 petroleum gas transmission pipeline of the following dimensions: A 35 pipeline larger than fourteen inches minimum inside diameter between 36 valves, for the transmission of these products, with a total length 37 of at least fifteen miles for the purpose of delivering gas to a 38 distribution facility, except an interstate natural gas pipeline 39 regulated by the United States federal power commission.

1 (22) "Zoning ordinance" means an ordinance of a unit of local 2 government regulating the use of land and adopted pursuant to chapter 3 35.63, 35A.63, 36.70, or 36.70A RCW or Article XI of the state 4 Constitution, or as otherwise designated by chapter 325, Laws of 5 2007.

6 **Sec. 16.** RCW 80.50.060 and 2007 c 325 s 2 are each amended to 7 read as follows:

8 (1) The provisions of this chapter apply to the construction of 9 energy facilities which includes the new construction of energy 10 facilities and the reconstruction or enlargement of existing energy 11 facilities where:

12 (a) The net increase in physical capacity or dimensions resulting 13 from such reconstruction or enlargement meets or exceeds those 14 capacities or dimensions set forth in RCW 80.50.020 (((+7+))) (12) and 15 (((+15+))) (21) (b) and (c); or

16 (b) The total physical capacity or dimensions resulting from such 17 a reconstruction or enlargement meets or exceeds those capacities or 18 dimensions set forth in RCW 80.50.020(21)(a). No construction of such 19 energy facilities may be undertaken, except as otherwise provided in 20 this chapter, after July 15, 1977, without first obtaining 21 certification in the manner provided in this chapter.

(2) The provisions of this chapter apply to the construction, reconstruction, or enlargement of a new or existing energy facility that exclusively uses alternative energy resources and chooses to receive certification under this chapter, regardless of the generating capacity of the project.

(3)(a) The provisions of this chapter apply to the construction,
 reconstruction, or modification of electrical transmission facilities
 when:

30 (i) The facilities are located in a national interest electric 31 transmission corridor as specified in RCW 80.50.045;

(ii) An applicant chooses to receive certification under this 32 chapter, and the facilities are: (A) Of a nominal voltage of at least 33 one hundred fifteen thousand volts and are located in a completely 34 35 new corridor, except for the terminus of the new facility or interconnection of the new facility with the existing grid, and the 36 37 corridor is not otherwise used for electrical transmission facilities; and (B) located in more than one jurisdiction that has 38 promulgated land use plans or zoning ordinances; or 39

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1 (iii) An applicant chooses to receive certification under this 2 chapter, and the facilities are: (A) Of a nominal voltage in excess 3 of one hundred fifteen thousand volts; and (B) located outside an 4 electrical transmission corridor identified in (a)(i) and (ii) of 5 this subsection (3).

б (b) For the purposes of this subsection, "modify" means a significant change to an electrical transmission facility and does 7 include the following: (i) Minor improvements such as the 8 not replacement of existing transmission line facilities or supporting 9 structures with equivalent facilities or structures; (ii) 10 the 11 relocation of existing electrical transmission line facilities; (iii) 12 the conversion of existing overhead lines to underground; or (iv) the placing of new or additional conductors, supporting structures, 13 insulators, or their accessories on or replacement of supporting 14 structures already built. 15

16 (4) The provisions of this chapter shall not apply to normal 17 maintenance and repairs which do not increase the capacity or 18 dimensions beyond those set forth in RCW 80.50.020 (((7))) (12) and 19 (((15))) (21) (b) and (c).

(5) Applications for certification of energy facilities made prior to July 15, 1977, shall continue to be governed by the applicable provisions of law in effect on the day immediately preceding July 15, 1977, with the exceptions of RCW 80.50.190 and 80.50.071 which shall apply to such prior applications and to site certifications prospectively from July 15, 1977.

(6) Applications for certification shall be upon forms prescribed
by the council and shall be supported by such information and
technical studies as the council may require.

Sec. 17. RCW 90.56.010 and 2015 c 274 s 3 are each reenacted and amended to read as follows:

31 The definitions in this section apply throughout this chapter 32 unless the context clearly requires otherwise.

(1) "Best achievable protection" means the highest level of 33 protection that can be achieved through the use of 34 the best achievable technology and those staffing levels, training procedures, 35 operational methods that provide the greatest degree 36 and of achievable. The director's 37 protection determination of best 38 achievable protection shall be guided by the critical need to protect 39 the state's natural resources and waters, while considering (a) the

1 additional protection provided by the measures; (b) the technological 2 achievability of the measures; and (c) the cost of the measures.

"Best achievable technology" means the technology that 3 (2) provides the greatest degree of protection taking into consideration 4 (a) processes that are being developed, or could feasibly be 5 6 developed, given overall reasonable expenditures on research and 7 development, and (b) processes that are currently in use. In determining what is best achievable technology, the director shall 8 consider the effectiveness, engineering feasibility, and commercial 9 availability of the technology. 10

11

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

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

15 (5) "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 (6) "Committee" means the preassessment screening committee 20 established under RCW 90.48.368.

21 (7) "Covered vessel" means a tank vessel, cargo vessel, or 22 passenger vessel.

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

28 29 (9) "Department" means the department of ecology.

(10) "Director" means the director of the department of ecology.

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

(12)(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, facility also means a railroad that is not owned by the state that transports oil as bulk cargo.

1 (c) Except as provided in (b) of this subsection, a facility does not include any: (i) Railroad car, motor vehicle, or other rolling 2 stock while transporting oil over the highways or rail lines of this 3 state; (ii) underground storage tank regulated by the department or a 4 local government under chapter 90.76 RCW; (iii) motor vehicle motor 5 б fuel outlet; (iv) facility that is operated as part of an exempt agricultural activity as provided in RCW 82.04.330; or (v) marine 7 fuel outlet that does not dispense more than three thousand gallons 8 of fuel to a ship that is not a covered vessel, in a single 9 transaction. 10

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

13 (14) "Having control over oil" shall include but not be limited 14 to any person using, storing, or transporting oil immediately prior 15 to entry of such oil into the waters of the state, and shall 16 specifically include carriers and bailees of such oil.

17 (15) "Marine facility" means any facility used for tank vessel 18 wharfage or anchorage, including any equipment used for the purpose 19 of handling or transferring oil in bulk to or from a tank vessel.

20 (16) "Navigable waters of the state" means those waters of the 21 state, and their adjoining shorelines, that are subject to the ebb 22 and flow of the tide and/or are presently used, have been used in the 23 past, or may be susceptible for use to transport intrastate, 24 interstate, or foreign commerce.

(17) "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.

32 (18) "Offshore facility" means any facility located in, on, or 33 under any of the navigable waters of the state, but does not include 34 a facility any part of which is located in, on, or under any land of 35 the state, other than submerged land.

36 (19) "Oil" or "oils" means oil of any kind that is liquid at 37 twenty-five degrees Celsius and one atmosphere of pressure and any 38 fractionation thereof, including, but not limited to, crude oil, 39 bitumen, synthetic crude oil, natural gas well condensate, petroleum, 40 gasoline, fuel oil, diesel oil, biological oils and blends, oil

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1 sludge, oil refuse, and oil mixed with wastes other than dredged 2 spoil. Oil does not include any substance listed in Table 302.4 of 40 3 C.F.R. Part 302 adopted August 14, 1989, under section 102(a) of the 4 federal comprehensive environmental response, compensation, and 5 liability act of 1980, as amended by P.L. 99-499.

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

(21)(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.

(22) "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.

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

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

(25) "Spill" means an unauthorized discharge of oil or hazardoussubstances into the waters of the state.

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

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

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

(27) "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,

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

3 (28) "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 (29) "Export" means the transfer of oil from an onshore facility 9 to a vessel that passes through state waters in transit to an 10 international destination or a domestic destination in another state.

11 <u>NEW SECTION.</u> **Sec. 18.** If any provision of this act or its 12 application to any person or circumstance is held invalid, the 13 remainder of the act or the application of the provision to other 14 persons or circumstances is not affected.

15 <u>NEW SECTION.</u> Sec. 19. This act is necessary for the immediate 16 preservation of the public peace, health, or safety, or support of 17 the state government and its existing public institutions, and takes 18 effect July 1, 2017.

--- END ---