CERTIFICATION OF ENROLLMENT

HOUSE BILL 1918

Chapter 447, Laws of 2019

66th Legislature 2019 Regular Session

COMMUNITY PRESERVATION AND DEVELOPMENT AUTHORITIES

EFFECTIVE DATE: July 28, 2019

Passed by the House March 9, 2019 CERTIFICATE Yeas 96 Nays 0 FRANK CHOPP

Passed by the Senate April 13, 2019 Yeas 45 Nays 0

CYRUS HABIB

President of the Senate

Approved May 21, 2019 2:04 PM

I, Bernard Dean, Chief Clerk of the House of Representatives of the State of Washington, do hereby Speaker of the House of Representatives certify that the attached is HOUSE BILL 1918 as passed by House of Representatives and the Senate on the dates hereon set forth.

BERNARD DEAN

Chief Clerk

FILED

May 21, 2019

Secretary of State JAY INSLEE State of Washington

Governor of the State of Washington

HOUSE BILL 1918

Passed Legislature - 2019 Regular Session

State of Washington

66th Legislature 2019 Regular Session

By Representative Santos

first time 02/06/19. Referred to Committee on Housing, Community Development & Veterans.

- 1 Relating to community preservation and development AN ACT
- 2 authorities; amending RCW 43.167.010; adding new sections to chapter
- 3 43.167 RCW; and creating new sections.

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- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- NEW SECTION. Sec. 1. The legislature finds that: 5
- 6 (1) Both state and local land use actions, such as the siting of 7 major public facilities, public works, and capital projects with significant public funding, and other land use decisions, generally 8 9 aim to accrue broad benefits to the people of Washington and local 10 communities.
 - local stakeholder community which disproportionate costs of such a land use decision by absorbing the deleterious impacts of the decision are often overlooked or inadequately addressed. These may include dislocation, impacts displacement, and the overall disintegration of an identifiable existing community and its historical and cultural character.
- 17 (3) The preservation and restoration of the character of such a 18 community, and the community's historical and cultural character, are 19 important public policy goals that can be achieved through the creation of community preservation and development authorities. 20

p. 1 HB 1918.SL

- NEW SECTION. Sec. 2. A new section is added to chapter 43.167
 RCW to read as follows:
 - (1) Community preservation and development authorities are hereby created to restore or enhance the health, safety, and economic well-being of communities adversely impacted by the construction of, or ongoing operation of, multiple major public facilities, public works, and capital projects with significant public funding or by other land use decisions.
- 9 (2) Community preservation and development authorities must have 10 one or more of the following purposes:
- 11 (a) To revitalize, enhance, and preserve the unique character of impacted communities;
 - (b) To mitigate the adverse effects of multiple major public facilities projects, public works projects, or capital projects with significant public funding, a secure community transition facility as defined in RCW 71.09.020, or other land use decisions;
 - (c) To restore a local area's sense of community;
- 18 (d) To reduce the displacement of community members and 19 businesses;
 - (e) To stimulate the community's economic vitality;
- 21 (f) To enhance public service provisions;

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- (g) To improve the standard of living of community members; or
- 23 (h) To preserve historic buildings or areas by returning them to 24 economically productive uses that are compatible with or enhance 25 their historic character.
- NEW SECTION. Sec. 3. A new section is added to chapter 43.167 RCW to read as follows:
- The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.
- 30 (1) "Community" means a group of people who reside or work in the 31 geographic area established by the community preservation and 32 development authority board or the proposal to create the authority 33 and who currently or historically share a distinct cultural identity 34 or local history.
- 35 (2) "Community preservation and development authority" or 36 "authority" means an authority created by members of an impacted 37 community.
- 38 (3) "Constituency" means the general membership of the community 39 preservation and development authority, which membership must be open

p. 2 HB 1918.SL

- to all persons eighteen years of age and over who are residents, property owners, employees, or business persons within the geographic boundaries established by the authority or the proposal to create the authority.
- 5 (4) "Impacted community" means a community that has been 6 adversely impacted by the construction of, or ongoing operation of, 7 multiple major public facilities, public works, and capital projects 8 with significant public funding or by other land use decisions.
- 9 (5) "Major public facilities project, public works project, or capital project with significant public funding" means any capital project whose total cost exceeds ten million dollars. On July 1, 2019, and on July 1st of each odd-numbered year thereafter, the capital project cost threshold must be adjusted by the capital project cost adjustment factor for inflation established by the office of financial management.
 - **Sec. 4.** RCW 43.167.010 and 2009 c 516 s 1 are each amended to read as follows:

- (1) The residents, property owners, employees, or business owners of an impacted community may propose formation of a community preservation and development authority. The proposal to form a community preservation and development authority must be presented in writing to the appropriate legislative committee in both the house of representatives and the senate. The proposal must contain proposed general geographic boundaries that will be used to define the community for the purposes of the authority. Proposals presented after January 1, ((2008)) 2020, must identify in its proposal one or more stable revenue sources that (a) have a nexus with the multiple publicly funded facilities or other land use decisions that have adversely impacted the community, and (b) can be used to support future operating or capital projects that will be identified in the strategic plan required under RCW 43.167.030.
- (2) Formation of the community preservation and development authority is subject to legislative authorization by statute. The legislature must find that (a) the area within the proposal's geographic boundaries meets the definition of "impacted community" contained in ((section 2(4) of this act)) section 3(4) of this act and (b) those persons that have brought forth the proposal are members of the community as defined in ((section 2(1) of this act)) section 3(1) of this act and, if the authority were approved, would

p. 3 HB 1918.SL

- meet the definition of constituency contained in ((section 2(3) of this act)) section 3(3) of this act. For proposals brought after January 1, ((2008)) 2020, the legislature must also find that the community has identified one or more stable revenue sources as required in subsection (1) of this section. The legislature may then act to authorize the establishment of the community preservation and development authority in law.
- 8 (3) The affairs of a community preservation and development 9 authority shall be managed by a board of directors, consisting of the 10 following members:
- 11 (a) Two members who own, operate, or represent businesses within 12 the community;
 - (b) Two members who reside in the community;

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- 14 (c) Two members who are involved in providing nonprofit community 15 or social services within the community;
- 16 (d) Two members who are involved in the arts and entertainment 17 within the community;
- 18 (e) Two members with knowledge of the community's culture and 19 history;
 - (f) One member who is involved in a nonprofit or public planning organization that directly serves the impacted community; and
- 22 (g) Two representatives of the local legislative authority or authorities, as ex officio members.
 - (4) No member of the board shall hold office for more than four years. Board positions shall be numbered one through nine, and the terms staggered as follows:
 - (a) Board members elected to positions one through five shall serve two-year terms, and if reelected, may serve no more than one additional two-year term.
- 30 (b) Board members initially elected to positions six through 31 thirteen shall serve a three-year term only.
 - (c) Board members elected to positions six through thirteen after the initial three-year term shall serve two-year terms, and if reelected, may serve no more than one additional two-year term.
- 35 (5) With respect to an authority's initial board of directors:
 36 The state legislative delegation and those proposing formation of the
 37 authority shall jointly establish a committee to ((develop a list of
 38 candidates to stand for election)) select the members of the initial
 39 board of directors once the authority has received legislative
 40 approval as established in subsection (2) of this section. For the

p. 4 HB 1918.SL

- 1 purpose of ((developing the list and)) identifying those persons who meet the criteria in subsection (3)(a) through (e) of this section, 2 3 community shall mean the proposed geographic boundaries as set out in the proposal. ((The board of directors shall be elected by the 4 constituency during a meeting convened for that purpose by the state 5 6 legislative delegation.
- 7 (6) With respect to subsequent elections of an authority's board of directors: A list of candidates shall be developed by the 8 authority's existing board of directors and the election shall be held during the annual local town hall meeting as required in RCW 10 43.167.030. 11

- 12 <u>NEW SECTION.</u> **Sec. 5.** (1) The legislature finds that the Central 13 District is identified as the oldest surviving residential neighborhood in Seattle where, historically, residents who faced 14 housing and economic discrimination elsewhere in the city could 15 16 and raise families, resulting richly in a multicultural community. The legislature also finds that the Central 17 District is widely recognized as the historical center of the Seattle 18 19 African American community which is reflected in the historic 20 buildings, institutions, and culture of the neighborhood. 21 legislature further finds that the Central District has been adversely impacted by public works, capital projects with significant 22 public funding, and other land use decisions which have contributed 23 24 to dislocation, displacement, and the disintegration of 25 identifiable existing community and its historical and cultural character. In addition, the legislature finds that members of the 26 community who meet the definition of constituency contained in 27 28 section 3(3) of this act have submitted a proposal to form a community preservation and development authority to preserve, 29 30 restore, and enhance the unique, history, culture, and character of 31 the Central District.
- (2) The legislature authorizes the establishment of the Central 32 33 District community preservation and development authority, which boundaries are those contained in the Central District within the 34 35 city of Seattle, to preserve the unique character and history of the area pursuant to section 2 of this act. 36

Passed by the House March 9, 2019. Passed by the Senate April 13, 2019. Approved by the Governor May 21, 2019. Filed in Office of Secretary of State May 21, 2019.

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