By Senate Transportation (originally sponsored by Senators Liias, King, and Nobles; by request of Office of Financial Management)

Addressing transportation fiscal matters.

AN ACT Relating to transportation fiscal matters; amending RCW 1 2 36.79.020, 46.09.540, 46.20.745, 46.68.063, 46.68.090, 46.68.280, 46.68.290, 46.68.300, 46.68.320, 46.68.370, 46.68.395, 46.68.510, 3 4 47.56.876, 47.60.315, 47.60.530, 47.66.120, 82.44.200, 47.28.030, 47.60.310, and 88.16.061; amending 2024 c 310 s 103, 105, 106, 108, 5 110, 201, 202, 204, 205, 207, 208, 209, 210, 211, 212, 213, 214, 215, 6 7 216, 217, 218, 219, 220, 221, 222, 223, 224, 301, 303, 304, 305, 306, 307, 308, 309, 401, 402, 403, 404, 405, 406, and 407 (uncodified); 8 amending 2023 c 472 s 303 (uncodified); adding a new section to 2024 9 c 310 (uncodified); creating new sections; repealing 2023 c 472 s 601 10 (uncodified) and 2024 c 310 s 501 (uncodified); making appropriations 11 12 and authorizing expenditures for capital improvements; and declaring 13 an emergency.

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

15

2025-2027 FISCAL BIENNIUM

NEW SECTION. Sec. 1. (1) The transportation budget of the state is hereby adopted and, subject to the provisions set forth, the several amounts specified, or as much thereof as may be necessary to accomplish the purposes designated, are hereby appropriated from the several accounts and funds named to the designated state agencies and Code Rev/AI:eab 1 offices for employee compensation and other expenses, for capital 2 projects, and for other specified purposes, including the payment of 3 any final judgments arising out of such activities, for the period 4 ending June 30, 2027.

5 (2) Unless the context clearly requires otherwise, the 6 definitions in this subsection apply throughout this act.

7 (a) "Fiscal year 2026" or "FY 2026" means the fiscal year ending 8 June 30, 2026.

9 (b) "Fiscal year 2027" or "FY 2027" means the fiscal year ending 10 June 30, 2027.

11

(c) "FTE" means full-time equivalent.

12 (d) "Lapse" or "revert" means the amount shall return to an 13 unappropriated status.

(e) "Provided solely" means the specified amount may be spent only for the specified purpose. Unless otherwise specifically authorized in this act, any portion of an amount provided solely for a specified purpose that is not expended subject to the specified conditions and limitations to fulfill the specified purpose shall lapse.

(f) "Reappropriation" means appropriation and, unless the context clearly provides otherwise, is subject to the relevant conditions and limitations applicable to appropriations.

23 (g) "LEAP" means the legislative evaluation and accountability 24 program committee.

(End of part)

GENERAL GOVERNMENT AGENCIES-OPERATING

2 Sec. 101. FOR THE DEPARTMENT OF ARCHAEOLOGY AND NEW SECTION. 3 HISTORIC PRESERVATION 4 Motor Vehicle Account—State Appropriation. \$588,000 NEW SECTION. Sec. 102. FOR THE UTILITIES AND TRANSPORTATION 5 6 COMMISSION 7 Grade Crossing Protective Account-State 8 9 Pilotage Account—State Appropriation. \$150,000 10 The appropriations in this section are subject to the following 11 12 conditions and limitations: In the process of marine pilotage ratesetting under RCW 81.116.020, the commission must consider a 13 14 temporary budget adjustment fee, not to exceed 10 percent of the 15 pilotage account-state balance based on legislative financial 16 assumptions. For rate-making purposes, the temporary fee is considered a normal operating expense of the pilotage commission, 17 18 including all taxes and fees imposed or increased under chapter 81.16 19 RCW. Filing for pass-through of the fee is not considered a general 20 rate. 21 NEW SECTION. Sec. 103. FOR THE OFFICE OF FINANCIAL MANAGEMENT 22 Motor Vehicle Account—State Appropriation. \$216,000 23 Puget Sound Ferry Operations Account-State 24 25 26 NEW SECTION. Sec. 104. FOR THE DEPARTMENT OF AGRICULTURE 27 Motor Vehicle Account—State Appropriation. \$1,439,000 28 Sec. 105. FOR THE LEGISLATIVE EVALUATION AND NEW SECTION. 29 ACCOUNTABILITY PROGRAM COMMITTEE 30 Motor Vehicle Account—State Appropriation. \$759,000 31 NEW SECTION. Sec. 106. FOR THE OFFICE OF MINORITY AND WOMEN'S 32 BUSINESS ENTERPRISES 33 Move Ahead WA Flexible Account—State Appropriation. . . \$3,005,000

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1 The appropriation in this section is subject to the following 2 conditions and limitations:

(1) The entire move ahead WA flexible account—state appropriation 3 in this section is provided solely for increasing the number of 4 5 certified women and minority-owned contractors in the transportation sector statewide, with priority given to areas outside of the Puget 6 Sound area and supporting these contractors to successfully compete 7 and earn more transportation contracting opportunities. This purpose 8 9 must be accomplished through various programs including, but not 10 limited to: (a) Outreach to women and minority-owned business communities and individuals; (b) technical assistance, mentorship, 11 and consultation as needed in areas such as financing, accounting, 12 contracting, procurement, and resolution of disputes and grievances; 13 14 (c) language access programs for those with limited English 15 proficiency; (d) developing a truck rotation program to allow smaller minority and women-owned trucking companies to pool their resources 16 17 and compete with larger scale trucking operations; and (e) other programs that aim to increase the number of women and minority 18 19 contractors that are successful in obtaining contracts in the 20 transportation sector directly with state agencies such as the department, with local jurisdictions, or as subcontractors for prime 21 2.2 contractors.

(2) The office of minority and women's business enterprises and 23 the department of transportation's office of equity and civil rights 24 25 must develop two new business-size thresholds within the office's certification program. The two new thresholds must include emerging 26 small businesses and rising small businesses with gross receipts of 27 no more than (a) \$3,000,000 and (b) \$10,000,000. This work must 28 evaluate all state-funded contracts over \$50,000,000 for emerging 29 30 small business goals, rising small business goals, small business 31 goals, or any combination thereof. The office of equity and civil rights and the office of minority and women's business enterprises 32 must submit a report to the office of financial management and the 33 transportation committees of the legislature by November 1, 2025, on 34 35 this work and any recommendations on next steps.

36	<u>NEW SECTION.</u> Se	2. 107.	FOR THE	DEPARTMENT	OF	COMMERCI	Ξ
37	Carbon Emissions Red	action A	Account—S	State			
38	Appropriation	• • • •	, 	· · · · ·	•		\$35,270,000

1 Multimodal Transportation Account—State

2

3

4 The appropriations in this section are subject to the following 5 conditions and limitations:

6 (1) \$4,920,000 of the carbon emissions reduction account—state 7 appropriation is reappropriated and provided solely for a tribal 8 electric boat grant program. Federally recognized tribes, tribal 9 enterprises, and tribal members are eligible to apply for grant funds 10 for the purchase of or conversion to electric motors and engines for 11 fishing vessels.

(2) \$15,000,000 of the carbon emissions reduction account—state appropriation is provided solely for the office of renewable fuels within the department to establish an alternative jet fuels infrastructure competitive grant program.

(3) \$6,850,000 of the carbon emissions reduction account—state appropriation is provided solely for a Cascadia sustainable aviation fuel institute or accelerator to advance sustainable aviation fuel ecosystem build out, develop regional partnerships, and promote market adoption of sustainable aviation fuel within Washington state and the entire Cascadia region.

(4) \$2,000,000 of the carbon emissions reduction account—state appropriation is provided solely to Snohomish county for preconstruction and site readiness activities related to the sustainable aviation fuel research and development center at Paine Field.

(5) \$6,500,000 of the carbon emissions reduction account—state appropriation is provided solely for a zero emission drayage truck demonstration project.

30 (6) \$200,000 of the multimodal transportation account—state 31 appropriation is provided solely for implementation of chapter . ., 32 Laws of 2025 (Engrossed Senate Bill No. 5746) (electric vehicle 33 charger property crime advisory committee). If chapter . ., Laws of 34 2025 (Engrossed Senate Bill No. 5746) is not enacted by June 30, 35 2025, the amount provided in this subsection lapses.

36NEW SECTION.Sec. 108.FOR THE BOARD OF PILOTAGE COMMISSIONERS37Pilotage Account—State Appropriation.\$3,310,000

 NEW SECTION.
 Sec. 109.
 FOR THE ECONOMIC AND REVENUE FORECAST

 2
 COUNCIL

3 Motor Vehicle Account—State Appropriation. \$974,000

4 NEW SECTION. Sec. 110. FOR THE DEPARTMENT OF ECOLOGY

5 Model Toxics Control Capital Account—State

6	Appropriation
7	Carbon Emissions Reduction Account—State
8	Appropriation
9	TOTAL APPROPRIATION

10 The appropriations in this section are subject to the following 11 conditions and limitations:

12 (1) \$11,715,000 of the model toxics control capital account—state 13 appropriation is reappropriated and provided solely for the 14 department to provide grants to transition from diesel school buses 15 and other student transport vehicles to zero emission vehicles and 16 for the necessary fueling infrastructure needed for zero emission 17 student transportation. The department must prioritize school districts serving tribes and vulnerable populations in overburdened 18 19 communities as defined under RCW 70A.02.010. Up to five percent of 20 the appropriation in this section may be used for technical assistance and grant administration. 21

(2) \$1,500,000 of the carbon emissions reduction account—state appropriation is provided solely for the department to provide nonproject environmental impact statements and explore the development of one or more nonproject environmental impact statements for alternative jet fuel production pathways, including blending and distribution infrastructure.

28 NEW SECTION. Sec. 111. FOR THE OFFICE OF THE GOVERNOR

29

State Patrol Highway Account—State Appropriation. \$714,000

The appropriation in this section is subject to the following conditions and limitations: The entire state patrol highway account state appropriation is provided solely to the state office of equity to contract with an independent consultant to conduct the studies, evaluations, and reporting functions required in RCW 43.06D.060(2), and for the office to conduct the work specified in RCW 43.06D.060 (1) and (3).

NEW SECTION. Sec. 112. FOR THE EVERGREEN STATE COLLEGE

2	Aeronautics Account—State Appropriation	\$94,000
3	Highway Safety Account—State Appropriation	\$108,000
4	TOTAL APPROPRIATION	\$202 , 000

5 The appropriations in this section are subject to the following 6 conditions and limitations: \$108,000 of highway safety account-state 7 appropriation is provided solely for the Washington state institute 8 for public policy, in consultation with the Washington traffic safety 9 commission and other entities as it deems appropriate, to begin to 10 develop an inventory of evidence-based, research-based, policies and 11 programs aimed at reducing impaired driving and the resulting traffic 12 fatalities and serious injuries.

(1) In the first phase of this effort, the institute must create an initial inventory of the national and international research associated with the following impaired driving public policies and programs:

17 (a) Lowering the blood alcohol concentration for purposes of18 impaired driving from the current .08 level;

19 (b) Sobriety checkpoints; and

20 (c) Increased enforcement and penalties.

21 (2) By June 30, 2026, the institute shall publish a report with 22 preliminary information identifying the projected costs and benefits 23 of implementing the policies and programs identified in subsection 24 (1) of this subsection, including a preliminary assessment of the 25 comparative benefits associated with each policy and program. The 26 report must also include recommendations on additional phases to 27 expand the inventory of the national and international research 28 associated with policies and programs aimed at reducing impaired 29 driving, and conducting further cost-benefit analysis in this area.

30 <u>NEW SECTION.</u> Sec. 113. FOR THE UNIVERSITY OF WASHINGTON

31

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Multimodal Transportation Account—State

The appropriation in this section is subject to the following 33 34 conditions and limitations: \$200,000 of the multimodal transportation 35 account-state appropriation is provided solely for the University of 36 Washington's mobility innovation center to conduct transportation-37 related research in partnership with the department of transportation, private sector, and local transportation agencies. 38

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1 NEW SECTION. Sec. 114. FOR WASHINGTON STATE UNIVERSITY 2 Carbon Emissions Reduction Account—State 3 The appropriation in this section is subject to the following 4 5 conditions and limitations: \$1,200,000 of the carbon emissions 6 reduction account-state appropriation is provided solely to Washington State University for staff and support services for the 7 8 temporary sustainable aviation fuel research and development center at Paine Field. 9

(End of part)

TRANSPORTATION AGENCIES—OPERATING

<u>NEW SECTION.</u> Sec. 201. FOR THE WASHINGTON TRAFFIC SAFETY
COMMISSION
Highway Safety Account—State Appropriation. \$7,170,000
Highway Safety Account—Federal Appropriation. \$35,858,000

Highway Safety Account—Private/Local Appropriation. \$60,000
Cooper Jones Active Transportation Safety Account—

8	State Appropriation
9	School Zone Safety Account—State Appropriation \$850,000
10	TOTAL APPROPRIATION

11 The appropriations in this section are subject to the following 12 conditions and limitations:

13 (1) \$750,000 of the highway safety account—state appropriation is provided solely for a pilot program for dedicated probation or 14 compliance officers at the local level to improve compliance with 15 16 ignition interlock device installation requirements associated with 17 impaired driving offenses. The commission must select locations based 18 on an assessment of ignition interlock device compliance rates, and 19 the willingness and ability to have staff dedicated to this activity. 20 The commission must provide to the transportation committees of the 21 legislature a preliminary status report on the specific locations 22 selected and any outcome information by December 1, 2025, with a 23 final report due by June 30, 2027.

(2) \$350,000 of the highway safety account—state appropriation is
provided solely to complete an annual report on impacts of the
automated traffic safety cameras used in the state as required in RCW
46.63.220(6)(b)(ii), beginning July 1, 2026.

28NEW SECTION.Sec. 202.FOR THE COUNTY ROAD ADMINISTRATION BOARD29Rural Arterial Trust Account—State Appropriation.\$2,779,00030Motor Vehicle Account—State Appropriation.\$3,484,00031County Arterial Preservation Account—State32Appropriation.\$3,263,00033TOTAL APPROPRIATION.\$9,526,000

The appropriations in this section are subject to the following conditions and limitations:

9

1 (1) Within appropriated funds, the county road administration 2 board may opt in as provided under RCW 70A.02.030 to assume all of 3 the substantive and procedural requirements of covered agencies under 4 chapter 70A.02 RCW. The board shall include in its 2025 and 2026 5 annual reports to the legislature a progress report on opting into 6 the healthy environment for all act and a status report on diversity, 7 equity, and inclusion within the board's jurisdiction.

8 (2) \$1,250,000 of the rural arterial trust account—state 9 appropriation and \$1,250,000 of the county arterial preservation 10 account—state appropriation are provided solely for a grant program 11 to assist counties and cities with the costs associated with 12 obtaining a new federal highway administration load rating for 13 bridges to accommodate legal loads as authorized under RCW 46.44.041.

14NEW SECTION.Sec. 203.FOR THE TRANSPORTATION IMPROVEMENT BOARD15Transportation Improvement Account—State

17 The appropriation in this section is subject to the following limitations: Within appropriated 18 conditions and funds, the transportation improvement board may opt in as provided under RCW 19 20 70A.02.030 to assume all of the substantive and procedural 21 requirements of covered agencies under chapter 70A.02 RCW. The board 22 shall include in its 2025 and 2026 annual reports to the legislature 23 a progress report on opting into the healthy environment for all act 24 and a status report on diversity, equity, and inclusion within the 25 board's jurisdiction.

(1) \$75,000 of the motor vehicle account—state appropriation is for the joint transportation committee, in collaboration with the facilities program within the department of transportation, to evaluate the cost and benefits associated with having the facilities program take on full responsibility for planning and support of some Code Rev/AI:eab 10 S-2400.2/25 2nd draft or all of the facilities currently operated by the Washington state ferries. The joint transportation committee must provide a preliminary assessment, including any recommendations, by December 1, 2025. The joint transportation committee must prepare a final report, including any recommendations, by October 1, 2026.

6 (2) \$390,000 of the motor vehicle account—state appropriation is 7 provided solely for the joint transportation committee, from amounts 8 set aside out of statewide fuel taxes distributed to cities according 9 to RCW 46.68.110(2), for the following activities:

(a) \$250,000 is for the contracting for a facilitator for the 10 process of updating the memorandum of understanding reached by the 11 12 association of Washington cities and the Washington state department 13 of transportation in 2013 for the construction, operations, and 14 maintenance responsibilities for city streets as part of state highways. With the help of the facilitator, a work group must be 15 convened to collaborate on updating the agreement and developing 16 17 recommendations for maintaining the agreement. Work qroup participants must consist of six members 18 representing cities, appointed by the association of Washington cities, and six members of 19 the Washington state department of transportation. The final work of 20 21 the facilitated process must be completed by June 2027.

22 (b) \$140,000 is for the joint transportation committee to contract for an update to the 2019 assessment of city transportation 23 24 funding needs to assess the current state of city transportation funding, identify emerging issues, and recommend funding sources to 25 meet current and future needs. The association of Washington cities 26 and the Washington department of transportation shall provide 27 technical support to the study. The joint transportation committee 28 29 must issue a report of its findings and recommendations to the transportation committees of the legislature by September 2026. 30

(3) \$75,000 of the motor vehicle account—state appropriation is 31 for the joint transportation committee to continue the alternative 32 33 project delivery methods and innovative practices study under section 34 204(9), chapter 310, Laws of 2024. The next phase of the study must provide additional consultation on collaborative procurement and 35 36 contracting approaches that may be used by the Washington state department of transportation in public works contracting to increase 37 38 contract competition and support containing costs and project 39 delivery schedule. A supplemental report on findings and 40 recommendations, including any changes in current practice and Code Rev/AI:eab 11 S-2400.2/25 2nd draft

statutory requirements, is due to the transportation committees of the legislature by December 1, 2025.

3	NEW SECTION. Sec. 205. FOR THE TRANSPORTATION COMMISSION
4	Motor Vehicle Account—State Appropriation \$1,937,000
5	Interstate 405 and State Route Number 167 Express
6	Toll Lanes Account—State Appropriation \$150,000
7	State Route Number 520 Corridor Account—State
8	Appropriation
9	Tacoma Narrows Toll Bridge Account—State
10	Appropriation
11	Alaskan Way Viaduct Replacement Project Account—
12	State Appropriation
13	TOTAL APPROPRIATION

14 The appropriations in this section are subject to the following 15 conditions and limitations:

16 (1) To generate savings and efficiencies, the commission shall 17 conduct its meetings either in Olympia or virtually.

(2) Within the parameters established under RCW 47.56.880, the 18 commission shall review toll revenue performance on the Interstate 19 20 405 and state route number 167 corridor and adjust Interstate 405 21 tolls as appropriate to increase toll revenue to provide sufficient 22 funds for payments of future debt pursuant to RCW 47.10.896 and to support improvements to the corridor. The commission shall consider 23 24 adjusting maximum toll rates, minimum toll rates, day-of-week rates 25 and time-of-day rates, and restricting direct access ramps to transit and HOV vehicles only, or any combination thereof, in setting tolls 26 27 to increase toll revenue. The commission is encouraged to make any 28 adjustments to toll rates in coordination with the planned expansion 29 of express toll lanes between the cities of Renton and Bellevue.

30 (3) The commission, in coordination with the department of 31 transportation, shall study the potential costs, impacts to toll 32 rates, and policy options related to continuing tolls to cover 33 operations and maintenance costs on the Tacoma Narrows bridge after 34 financing obligations are satisfied. The commission must report on 35 this work as part of its 2026 Tacoma Narrows bridge loan update.

36 (4) The commission must evaluate and consider temporary toll rate 37 adjustments for the state route number 99 tunnel to support

1 management of increased demand leading up to and during the 2026 2 World Cup.

3 <u>NEW SECTION.</u> Sec. 206. FOR THE FREIGHT MOBILITY STRATEGIC
 4 INVESTMENT BOARD

5 Freight Mobility Investment Account—State

6

7 The appropriation in this section is subject to the following conditions and limitations: Within appropriated funds, the freight 8 mobility strategic investment board may opt in as provided under RCW 9 70A.02.030 to assume all of the substantive and procedural 10 requirements of covered agencies under chapter 70A.02 RCW. The board 11 shall include in its 2025 and 2026 annual reports to the legislature 12 13 a progress report on opting into the healthy environment for all act 14 and a status report on diversity, equity, and inclusion within the board's jurisdiction. 15

16 <u>NEW SECTION.</u> Sec. 207. FOR THE WASHINGTON STATE PATROL

17	Alaskan Way Viaduct Replacement Project Account—
18	State Appropriation
19	State Patrol Highway Account—State Appropriation \$682,608,000
20	State Patrol Highway Account—Federal Appropriation \$24,021,000
21	State Patrol Highway Account—Private/Local
22	Appropriation
23	Highway Safety Account—State Appropriation \$10,838,000
24	Ignition Interlock Device Revolving Account—State
25	Appropriation
26	Multimodal Transportation Account—State
27	Appropriation
28	State Route Number 520 Corridor Account—State
29	Appropriation
30	Tacoma Narrows Toll Bridge Account—State
31	Appropriation
32	I-405 and SR 167 Express Toll Lanes Account—State
33	Appropriation
34	TOTAL APPROPRIATION
35	The appropriations in this section are subject to the following
36	conditions and limitations:

1 (1) \$580,000 of the state patrol highway account-state 2 appropriation is provided solely for the operation of and administrative support to the license investigation unit to enforce 3 vehicle registration laws in southwestern Washington. The Washington 4 state patrol, in consultation with the department of revenue, shall 5 maintain a running estimate of the additional vehicle registration 6 fees, sales and use taxes, and local vehicle fees remitted to the 7 state pursuant to activity conducted by the license investigation 8 unit. Beginning October 1, 2025, and semiannually thereafter, the 9 Washington state patrol shall submit a report detailing the 10 11 additional revenue amounts generated since July 1, 2023, to the 12 director of the office of financial management and the transportation 13 committees of the legislature. At the end of the fiscal quarter in which it is estimated that more than \$625,000 in state sales and use 14 taxes have been remitted to the state since July 1, 2023, the 15 Washington state patrol shall notify the state treasurer and the 16 state treasurer shall transfer funds pursuant to section 406 of this 17 18 act.

(2) (a) \$250,000 of the state patrol highway account—state appropriation is provided solely for the activities of a vehicle registration pilot program in the Puget Sound region. The pilot program must emphasize compliance with annual vehicle registration requirements. By February 15, 2026, the Washington state patrol must provide a status report on pilot program implementation.

(b) The Washington state patrol must provide information on the funding needed and a preliminary plan for statewide implementation of activities related to ensuring compliance with annual vehicle registration in the report under (a) of this subsection.

29 (3) Washington state patrol officers engaged in off-duty 30 uniformed employment providing traffic control services to the department of transportation or other state agencies may use state 31 patrol vehicles for the purpose of that employment, subject to 32 33 guidelines adopted by the chief of the Washington state patrol. The 34 Washington state patrol must be reimbursed for the use of the vehicle at the prevailing state employee rate for mileage and hours of usage, 35 subject to guidelines developed by the chief of the Washington state 36 37 patrol.

(4) (a) By December 1st of each year during the 2025-2027 fiscal
 biennium, the Washington state patrol must report to the

1 transportation committees of the legislature on the status of 2 recruitment and retention activities as follows:

3 (i) A

(i) A summary of recruitment and retention strategies;

4 (ii) The number of transportation funded staff vacancies by major5 category;

6 (iii) The number of applicants for each of the positions by these 7 categories;

8

(iv) The composition of workforce;

9 (v) Other relevant outcome measures with comparative information 10 with recent comparable months in prior years; and

11 (vi) Activities related to the implementation of the agency's 12 workforce diversity plan, including short-term and long-term, 13 specific comprehensive outreach, and recruitment strategies to 14 increase populations underrepresented within both commissioned and 15 noncommissioned employee groups.

16 (b) During the 2025-2027 fiscal biennium, the office of financial 17 management, with assistance of the Washington state patrol, must 18 conduct two surveys regarding the competitiveness with law enforcement agencies within the boundaries of the state of Washington 19 pursuant to RCW 43.43.380, with the first survey being informational 20 regarding the change since the last survey was conducted and the 21 second survey used as part of the collective bargaining process. 22 23 Prior to the 2026 legislative session, the office of financial management, with assistance of the Washington state patrol, must also 24 25 provide comparison information regarding recruitment bonus amounts currently being offered by local law enforcement agencies in the 26 27 state.

(5) (a) \$8,504,000 of the state patrol highway account—state
 appropriation is provided solely for the land mobile radio system
 replacement, upgrade, and other related activities.

(b) Beginning January 1, 2026, the Washington state patrol must 31 report semiannually to the office of the chief information officer on 32 the progress related to the projects and activities associated with 33 the land mobile radio system, including the governance structure, 34 35 outcomes achieved in the prior six-month time period, and how the 36 activities are being managed holistically as recommended by the 37 office of the chief information officer. At the time of submittal to the office of the chief information officer, the report must be 38 39 transmitted to the office of financial management and the transportation committees of the legislature. 40

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1 (6) \$2,610,000 of the state patrol highway account-state 2 appropriation is provided solely for enhancing the state patrol's 3 diversity, equity, and inclusion program, a community engagement program to improve relationships with historically underrepresented 4 communities and to recruit and retain a diverse workforce, and 5 contracting with an external psychologist to perform exams. The state 6 7 patrol must work with the state office of equity and meet all reporting requirements and responsibilities pursuant 8 to RCW 43.06D.060. Funds provided for the community engagement program must 9 ensure engagement with communities throughout the state. 10

(7) (a) \$8,109,000 of the state patrol highway account—state appropriation is provided solely for costs associated with the work zone speed safety camera pilot program with the amounts for specific activities as follows:

(i) \$2,679,000 for the Washington state patrol's oversight, administrative, overtime, and other costs associated with the processing of work zone speed violations;

(ii) \$3,974,000 for interagency reimbursements to the office of administrative hearings for adjudication related expenses associated with work zone speed violations; and

(iii) \$1,456,000 for interagency reimbursements to the office of attorney general for legal guidance and adjudication related expenses associated with work zone speed violations.

(b) By December 1st of each year during the 2025-2027 fiscal 24 25 biennium, the Washington state patrol, in conjunction with the other agencies involved in the work zone speed safety camera pilot program, 26 27 must report on the number of deployments and locations, workload, 28 violations issued, detailed expenses incurred by each agency in the 29 pilot program, and efficiency measures each agency is taking in 30 operating the pilot program in the most cost-effective manner 31 possible.

32 (8) By December 1, 2026, the Washington state patrol must provide 33 a report to the governor and appropriate committees of the 34 legislature on the status of *McClain v. Washington State Patrol* and 35 an update on legal expenses associated with the case.

36 (9) Within existing resources, the Washington state patrol must 37 offer a minimum of 14 emergency vehicle operator courses per year at 38 its Shelton driving track exclusively for basic law enforcement 39 academies offered by the criminal justice training commission.

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1 (10) It is the intent of the legislature to address any demographic disparities that might exist regarding traffic stops 2 initiated by troopers, including traffic stops of indigenous 3 motorists. Therefore, within the amounts provided in this section, 4 the Washington state patrol must provide a report to the joint 5 transportation committee by October 1, 2025, detailing the 6 demographic breakout of traffic stops for each of the most recent 7 three calendar years for which data is available. The report must 8 include counts and per capita rates for each demographic group on: 9 (a) Traffic stops; (b) verbal warnings; (c) written warnings; (d) 10 citation issuance; (e) arrests; and (f) searches. 11 The ioint 12 transportation committee must hold a work session on the traffic stop report by December 15, 2025. If deemed warranted, the joint 13 transportation committee shall make recommendations to the office of 14 financial management and the transportation committees of the 15 16 legislature on future funding adjustments or other actions necessary 17 to address any demographic disparities identified in the report.

(11) \$800,000 of the highway safety account—state appropriation is provided solely for increased chain enforcement on Interstate 90 in the area around Snoqualmie Pass. The legislature intends that the Washington state patrol, pursuant to RCW 46.37.005, require commercial vehicles to carry chains statewide during winter months and, in coordination with the department of transportation, develop a process for monitoring compliance at weigh stations.

(12) \$58,000 of the state patrol highway account—state
appropriation is provided solely for implementation of chapter . . .
(Senate Bill No. 5705), Laws of 2025 (traffic infraction penalties).
If chapter . . (Senate Bill No. 5705), Laws of 2025 is not enacted
by June 30, 2025, the amount provided in this subsection lapses.

30 <u>NEW SECTION.</u> Sec. 208. FOR THE DEPARTMENT OF LICENSING

31	Driver Licensing Technology Support Account—State
32	Appropriation
33	Marine Fuel Tax Refund Account—State Appropriation \$34,000
34	Motorcycle Safety Education Account—State
35	Appropriation
36	Limited Fish and Wildlife Account—State
37	Appropriation
38	Highway Safety Account—State Appropriation \$277,092,000

Highway Safety Account—Federal Appropriation. \$1,300,000 1 Motor Vehicle Account—State Appropriation. \$90,539,000 2 3 Motor Vehicle Account—Private/Local Appropriation. . . . \$1,336,000 Ignition Interlock Device Revolving Account—State 4 5 Department of Licensing Services Account—State 6 7 8 License Plate Technology Account—State Appropriation. . . \$3,764,000 9 Abandoned Recreational Vehicle Account-State 10 Limousine Carriers Account—State Appropriation. \$128,000 11 12 Electric Vehicle Account—State Appropriation. \$448,000 13 DOL Technology Improvement & Data Management 14 15 Agency Financial Transaction Account-State 16 Move Ahead WA Flexible Account—State Appropriation. . . \$1,506,000 17 18 19 The appropriations in this section are subject to the following 20 conditions and limitations: (1) \$1,100,000 of the highway safety account—state appropriation 21 22 and \$1,100,000 of the move ahead WA flexible account-state appropriation are provided solely for the department to provide an 23 24 interagency transfer to the department of children, youth, and 25 families for the purpose of providing driver's license support. In addition to support services required under RCW 74.13.338(2), support 26 27 services may include reimbursement of: 28 (a) The cost for a youth in foster care of any eligible age to 29 complete a driver training education course, as outlined in chapter 30 46.82 or 28A.220 RCW; 31 (b) The costs incurred by foster youth in foster care for a motor 32 vehicle insurance policy; (c) The costs of roadside assistance, motor vehicle insurance 33 34 deductibles, motor vehicle registration fees, towing services, 35 vehicle maintenance, comprehensive motor vehicle insurance, and gas cards; and 36 37 (d) Any other costs related to obtaining a driver's license and 38 driving legally and safely.

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(2)(a) \$2,200,000 of the highway safety account—state
 appropriation is provided solely for organizations providing driver's
 license assistance and support services.

4 (b) By December 1st of each year during the 2025-2027 fiscal 5 biennium, the department must submit information on the contracted 6 providers, including: The annual budget of the contracted providers 7 in the preceding year; information regarding private and other 8 governmental support for the activities of the providers; and a 9 description of the number of people served, services delivered, and 10 outcome measures.

(3) \$36,000 of the motor vehicle account—state appropriation is provided solely for continued issuance of nonemergency medical transportation vehicle decals under the high occupancy vehicle lane access pilot program in accordance with sections 217(2) and 208(20), chapter 310, Laws of 2024.

(4) The department shall report on a quarterly basis on licensing 16 service office operations, associated workload, and information with 17 18 comparative information from recent comparable months in prior years. 19 The report must include detailed statewide and by licensing service 20 office information on staffing levels, average monthly wait times, the number of enhanced drivers' licenses and enhanced identicards 21 issued and renewed, and the number of primary drivers' licenses and 22 23 identicards issued and renewed.

(5) (a) \$3,091,000 of the abandoned recreational vehicle disposal 24 account—state appropriation is provided solely for providing 25 26 reimbursements in accordance with the department's abandoned 27 recreational vehicle disposal reimbursement program. It is the intent of the legislature that the department prioritize this funding for 28 29 allowable and approved reimbursements and not to build a reserve of 30 funds within the account. During the 2025-2027 fiscal biennium, the 31 department must report any amounts recovered to the office of 32 financial management and appropriate committees of the legislature on 33 a quarterly basis.

34 (b) Within the amounts appropriated under this subsection, the 35 department, after consulting with abandoned recreational vehicle 36 disposal reimbursement program participants, must assess current 37 practices and reimbursement rates associated with the fiscal 38 sustainability of the program. By December 1, 2025, the department 39 must submit a financial plan demonstrating sustainability for a

1 minimum of two subsequent fiscal biennia at current or proposed fee
2 rates.

3 (6)(a) Within existing resources, the department, in 4 collaboration with the Washington traffic safety commission, must 5 evaluate and develop a proposal, including any statutory 6 recommendations, to require or implement a safe driving course as a 7 penalty offset option for drivers who are repeat offenders of the 8 following traffic violations:

9

(i) Following too closely;

10 (ii) Speeding more than reasonable and prudent given conditions 11 and existing hazards;

(iii) Speeding more than 10 miles per hour on any public roadway;(iv) Negligent driving in the second degree;

14 (v) Failure to wear a safety belt; and

15 (vi) Failure to ensure a person under 16 years of age is wearing 16 a safety belt.

17 (b) The department must submit the proposal to the transportation 18 committees of the legislature by January 1, 2026.

(7) \$173,000 of the motor vehicle account—state appropriation is provided solely for implementation of chapter . . (Substitute Senate Bill No. 5127), Laws of 2025 (improving collector vehicle regulations). If chapter . . (Substitute Senate Bill No. 5127), Laws of 2025 is not enacted by June 30, 2025, the amount provided in this subsection lapses.

(8) \$19,000 of the motor vehicle account—state appropriation is
provided solely for implementation of chapter . . . (Senate Bill No.
5234), Laws of 2025 (snowmobile fees). If chapter . . . (Senate Bill
No. 5234), Laws of 2025 is not enacted by June 30, 2025, the amount
provided in this subsection lapses.

30 (9) \$93,000 of the motor vehicle account—state appropriation is 31 provided solely for implementation of chapter . . . (Substitute 32 Senate Bill No. 5410), Laws of 2025 (veteran parking privileges) or chapter . . . (Substitute House Bill No. 1371), Laws of 2025 (veteran 33 34 parking privileges). If neither chapter . . . (Substitute Senate Bill 35 No. 5410), Laws of 2025 or chapter . . . (Substitute House Bill No. 1371), Laws of 2025 are enacted by June 30, 2025, the amount provided 36 37 in this subsection lapses.

38 (10) \$406,000 of the motor vehicle account—state appropriation is 39 provided solely for implementation of chapter . . . (Substitute

Senate Bill No. 5444), Laws of 2025 (special license plates). If chapter . . (Substitute Senate Bill No. 5444), Laws of 2025 is not enacted by June 30, 2025, the amount provided in this subsection lapses.

(11) \$36,000 of the motor vehicle account—state appropriation is
provided solely for implementation of chapter . . . (Senate Bill No.
5462), Laws of 2025 (vehicle inspection backlog). If chapter . . .
(Senate Bill No. 5462), Laws of 2025 is not enacted by June 30, 2025,
the amount provided in this subsection lapses.

(12) \$470,000 of the motor vehicle account—state appropriation is provided solely for implementation of chapter . . (Engrossed Substitute Senate Bill No. 5484), Laws of 2025 (indigent tow truck payments). If chapter . . (Engrossed Substitute Senate Bill No. 5484), Laws of 2025 is not enacted by June 30, 2025, the amount provided in this subsection lapses.

(13) \$64,000 of the highway safety account—state appropriation is provided solely for implementation of chapter . . (Engrossed Senate Bill No. 5689), Laws of 2025 (blood type information). If chapter . . (Engrossed Senate Bill No. 5689), Laws of 2025 is not enacted by June 30, 2025, the amount provided in this subsection lapses.

(14) \$150,000 of the motor vehicle account—state appropriation is provided solely for the department to send periodic notifications to vehicle owners with significantly expired vehicle registrations to increase compliance with annual vehicle registration requirements. Notifications must contain information about vehicle registration requirements and possible penalties associated with operating a vehicle with an expired registration.

(15) \$50,000 of the highway safety account—state appropriation is
 provided solely for the department to translate the driver licensing
 examination manual and knowledge test into Dari, Farsi, and Somali.

32	NEW SECTION. Sec. 209. FOR THE DEPARTMENT OF TRANSPORTATION-
33	TOLL OPERATIONS AND MAINTENANCE-PROGRAM B
34	Puget Sound Gateway Facility Account—State
35	Appropriation
36	State Route Number 520 Corridor Account—State
37	Appropriation
38	State Route Number 520 Civil Penalties Account—State

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1 2 Tacoma Narrows Toll Bridge Account—State 3 4 Alaskan Way Viaduct Replacement Project Account-5 \$26,688,000 Interstate 405 and State Route Number 167 Express 6 7 Toll Lanes Account—State Appropriation. \$50,098,000 8

9 The appropriations in this section are subject to the following 10 conditions and limitations:

(1) \$1,300,000 of the Tacoma Narrows toll bridge account-state 11 appropriation and \$12,820,000 of the state route number 520 corridor 12 account-state appropriation are provided solely for the purposes of 13 14 addressing unforeseen operations and maintenance costs on the Tacoma 15 Narrows bridge and the state route number 520 bridge, respectively. The office of financial management shall place the amounts provided 16 in this subsection, which represent a portion of the required minimum 17 fund balance under the policy of the state treasurer, in unallotted 18 status. The office may release the funds only when it determines that 19 20 all other funds designated for operations and maintenance purposes have been exhausted. 21

(2) As long as the facility is tolled, the department must provide annual reports to the transportation committees of the legislature on the Interstate 405 express toll lane project performance measures listed in RCW 47.56.880(4). These reports must include:

27 (a) Information on the travel times and travel time reliability (at a minimum, average and 90th percentile travel times) maintained 28 29 during peak and nonpeak periods in the express toll lanes and general 30 purpose lanes for both the entire corridor and commonly made trips in the corridor including, but not limited to, northbound from Bellevue 31 to Rose Hill, state route number 520 at NE 148th to Interstate 405 at 32 state route number 522, Bellevue to Bothell (both NE 8th to state 33 route number 522 and NE 8th to state route number 527), and a trip 34 35 internal to the corridor (such as NE 85th to NE 160th) and similar 36 southbound trips; and

37 (b) Underlying congestion measurements, that is, speeds, that are 38 being used to generate the summary graphs provided, to be made 39 available in a digital file format.

1 (3) The department shall make detailed annual reports to the 2 transportation committees of the legislature and the public on the 3 department's website in a manner consistent with past practices as 4 specified in section 209(5), chapter 186, Laws of 2022.

(4) As part of the department's 2027-2029 biennial budget 5 6 request, the department shall update the cost allocation 7 recommendations that assign appropriate costs to each of the toll funds for services provided by relevant Washington state department 8 of transportation programs, the Washington state patrol, and the 9 transportation commission. The recommendations shall be based on 10 11 updated traffic and toll transaction patterns and other relevant 12 factors.

13 (5) \$150,000 of the state route number 520 corridor account—state appropriation, \$150,000 of the Tacoma Narrows toll bridge account-14 15 state appropriation, \$150,000 of the Alaskan Way viaduct replacement project account-state appropriation, and \$150,000 of the Interstate 16 17 405 and state route number 167 express toll lanes account-state appropriation are provided solely for the development of a strategic, 18 19 long-range tolling feasibility assessment that indicates the 20 operational viability and revenue potential for possible future 21 tolled facilities in the state. At a minimum, the department, working 22 in partnership with the transportation commission, shall: Identify 23 candidate projects for modeling analysis utilizing a screening tool that seeks to maximize systemwide performance; determine tolling 24 25 feasibility and potential gross and net toll revenue for each identified project; consider various approaches to tolling operations 26 and their associated costs; and identify the potential impacts of 27 28 tolling to surrounding roadways. The strategic tolling feasibility 29 assessment must be submitted to the transportation committees of the 30 legislature by October 1, 2026.

31 (6) As part of its 2026 supplemental budget submittal, the 32 department must submit recommendations to further reduce mailing and 33 other customer correspondence costs over the long-term, including 34 implementation cost estimates.

(7) The legislature intends that the department explore all options to reduce the long-term costs of the toll system, enable more flexible operations, and increase compliance in high occupancy vehicle and express toll lanes through advanced roadside technologies as part of its anticipated procurement of a new roadside toll system.

1 The department must report to the transportation committees of the 2 legislature and the office of financial management with an update on 3 preparations for the procurement and any recommendations for 4 legislative action by December 1, 2025.

Sec. 210. FOR THE DEPARTMENT OF TRANSPORTATION-5 NEW SECTION. 6 INFORMATION TECHNOLOGY-PROGRAM C 7 Transportation Partnership Account-State 8 9 Motor Vehicle Account—State Appropriation. \$126,140,000 10 Puget Sound Ferry Operations Account-State 11 12 Multimodal Transportation Account—State 13 14 Transportation 2003 Account (Nickel Account) - State 15 16

17NEW SECTION.Sec. 211.FOR THE DEPARTMENT OF TRANSPORTATION—18FACILITY MAINTENANCE, OPERATIONS, AND CONSTRUCTION—PROGRAM D—19OPERATING

20	Motor Vehicle Account—State Appropriation \$43,519,000
21	Move Ahead WA Account—State Appropriation \$2,044,000
22	State Route Number 520 Corridor Account—State
23	Appropriation
24	TOTAL APPROPRIATION

The appropriations in this section are subject to the following conditions and limitations:

(1) \$2,000,000 of the motor vehicle account—state appropriation is provided solely for tenant improvements and other costs associated with administrative space efficiency actions taken throughout the agency. The department must continue to aggressively pursue office and administrative space efficiency as detailed in recent reports identifying opportunities for savings and cost avoidance, including:

33 (a) Reducing costs, such as leases, facility maintenance, and
 34 utilities, from agency consolidations;

35 (b) Implementing colocations with other state, local, and other 36 public agencies to reduce costs and improve cost-efficiency while 37 meeting utilization standards; and 1 (c) Evaluating specific additional opportunities for space 2 efficiency, consolidations, and colocation opportunities associated 3 with the Bellingham engineering field office, the Corson Avenue 4 regional headquarters campus, the Dayton Avenue northwest regional 5 headquarters, and the transportation building in Olympia.

6 (2) By January 1st of each year during the 2025-2027 fiscal 7 biennium, the department must provide a progress report on 8 implementing the actions under subsection (1) of this section in the 9 most recent calendar year and any planned actions in the subsequent 10 two-year period in these efforts.

(3) \$100,000 of the motor vehicle account-state appropriation is 11 12 provided solely for implementation of chapter . . . (Engrossed Second 5098), Laws 13 Substitute Senate Bill No. of 2025 (weapons 14 restrictions). If chapter . . . (Engrossed Second Substitute Senate Bill No. 5098), Laws of 2025 is not enacted by June 30, 2025, the 15 amount provided in this subsection lapses. 16

17 <u>NEW SECTION.</u> Sec. 212. FOR THE DEPARTMENT OF TRANSPORTATION— 18 TRANSPORTATION EQUIPMENT FUND—PROGRAM E

19 Move Ahead WA Account—State Appropriation. \$20,000,000

20 The appropriation in this section is subject to the following conditions and limitations: The entire move ahead WA account-state 21 appropriation is provided solely for the department's costs related 22 to replacing obsolete transportation equipment and replacing fuel 23 24 sites. Beginning December 1, 2025, and annually thereafter, the department must provide a report to the office of financial 25 management and the transportation committees of the legislature 26 detailing the current progress on replacing obsolete equipment, 27 progress towards reaching a level purchasing state, and the status of 28 29 a fuel site replacement prioritization plan. The report must also 30 include:

31 (1) A list of department-owned and managed fuel sites prioritized 32 by urgency of replacement;

33 (2) A status report on the installation and use of fuel site34 infrastructure that can support zero emission vehicles; and

35 (3) A description of action steps taken in the use of 36 nonappropriated transportation equipment fund resources to maximize 37 the replacement of obsolete equipment and reduce the growing fund

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1 balance, including specific modifications to equipment purchasing 2 behavior to increase deployment in the field.

3 <u>NEW SECTION.</u> Sec. 213. FOR THE DEPARTMENT OF TRANSPORTATION— 4 AVIATION—PROGRAM F

9 The appropriations in this section are subject to the following 10 conditions and limitations:

(1) \$2,100,000 of the aeronautics account—state appropriation is 11 provided solely for sustainable aviation grants recommended by the 12 13 department under the sustainable aviation grants program. The 14 department shall submit a report to the transportation committees of the legislature by October 1, 2026, identifying a selection of 15 16 sustainable aviation projects for funding by the legislature. In considering projects to recommend to fund, the department shall only 17 18 consider projects that advance the state of sustainable aviation technology and lead to future innovation. Innovative sustainable 19 aviation projects may include, but are not limited to, pilot projects 20 21 demonstrating the use of:

22

(a) Mobile battery charging technology;

23 (b) Hydrogen electrolyzers and storage;

24 (c) Electric ground equipment; and

25 (d) Hanger charging technology.

(2) \$500,000 of the aeronautics account—state appropriation is provided solely for Snohomish county to conduct a study to plan for and identify on-site or off-site improvements necessary to implement capacity expansion at Paine Field to meet future regional commercial passenger demand.

(3) \$350,000 of the aeronautics account—state appropriation is provided solely for phase II of the Bremerton commercial air service and cargo feasibility study.

34 <u>NEW SECTION.</u> Sec. 214. FOR THE DEPARTMENT OF TRANSPORTATION— 35 PROGRAM DELIVERY MANAGEMENT AND SUPPORT—PROGRAM H

36 Motor Vehicle Account—State Appropriation. \$64,999,000
37 Motor Vehicle Account—Federal Appropriation. \$500,000

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1 Multimodal Transportation Account—State

2	Appropriation
3	Move Ahead WA Flexible Account—State Appropriation \$572,000
4	TOTAL APPROPRIATION

5 The appropriations in this section are subject to the following 6 conditions and limitations:

(1) During the 2025-2027 fiscal biennium, if the department takes 7 8 possession of the property situated in the city of Edmonds for which a purchase agreement was executed between Unocal and the department 9 in 2005 (Tax Parcel Number 262703-2-003-0009), and if the department 10 for 11 confirms that the property is still no longer needed transportation purposes, the department shall provide the city of 12 Edmonds with the first right of purchase at fair market value in 13 14 accordance with RCW 47.12.063(3) for the city's intended use of the property to rehabilitate near-shore habitat for salmon and related 15 16 species.

17 (2)(a) \$572,000 of the move ahead WA flexible account—state 18 appropriation is provided solely to track and maximize clean fuels 19 credits and revenue generated by state agencies pursuant to chapter 20 70A.535 RCW.

21 (b) The LEAP Transportation Document 2025-2 ALL PROJECTS as 22 developed March 24, 2025, anticipates fulfillment of the requirements under chapter 70A.535 RCW of generating credits and revenue for 23 transportation investments funded in an omnibus transportation 24 25 appropriations act, including the move ahead WA transportation 26 package. The omnibus transportation appropriations act anticipates 27 credits for ferry electrification for new hybrid electric vessels, 28 active transportation, transit programs and projects, alternative 29 fuel infrastructure, connecting communities, and multimodal 30 investments.

31 (c) Pursuant to the reporting requirements of RCW 70A.535.050(5), 32 the department must present a detailed projection of the credit 33 revenues generated and achieved directly as a result of the funding 34 and activities in this subsection.

(3) \$350,000 of the multimodal transportation account—state appropriation is reappropriated and provided solely for the department to explore alternative uses of the state's highway rightsof-way consistent with section 214(7), chapter 310, Laws of 2024.

NEW SECTION. Sec. 215. FOR THE DEPARTMENT OF TRANSPORTATION-1 2 PUBLIC-PRIVATE PARTNERSHIPS-PROGRAM K Motor Vehicle Account—State Appropriation. \$1,625,000 3 Multimodal Transportation Account—State 4 5 6 Multimodal Transportation Account—Federal 7 8 Carbon Emissions Reduction Account—State 9 10

11 The appropriations in this section are subject to the following 12 conditions and limitations:

(1) \$15,000,000 of the carbon emissions reduction account—state appropriation is reappropriated and provided solely for the clean alternative fuel vehicle charging and refueling infrastructure program in RCW 47.04.350.

17 (2) \$82,151,000 of the carbon emissions reduction account-state 18 appropriation is reappropriated and provided solely for 19 implementation of zero-emission medium and heavy-duty vehicle and 20 infrastructure and incentive programs and equipment for the 21 replacement of school buses powered by fossil fuels with zero-22 emission school buses, including the purchase and installation of 23 zero-emission school bus refueling infrastructure.

(a) Of this amount, \$16,300,000 is for the department to administer an early action grant program to provide expedited funding for the replacement of school buses powered by fossil fuels with zero-emission school buses, including the purchase and installation of zero-emission school bus refueling infrastructure. The department must contract with the department of ecology to implement the early action grant program.

(b) (i) The remaining \$65,851,000, inclusive of costs for program 31 32 administration and staffing, is for a point-of-sale voucher incentive 33 program to encourage the faster adoption of zero-emission medium and RCW 34 heavy-duty vehicles to further state climate goals under 35 70A.45.020 and state equity goals under chapter 70A.02 RCW. The voucher incentive program must be administered by a third-party 36 administrator that has experience administering voucher incentive 37 38 programs, with oversight conducted by the department.

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1 (ii) The voucher program is required to be designed based on the 2 recommendations of the Joint Transportation Committee report 3 Washington State Infrastructure and Incentive Program Design for MHD 4 ZEVs, and to include:

5

(A) Simplified zero-emission vehicle eligibility requirements;

6 (B) Vehicle and infrastructure incentives aligned with programs 7 in other jurisdictions, where appropriate, to streamline user 8 planning;

9 (C) Financial enhancements for select populations based on equity 10 considerations, including for vehicles in disadvantaged communities 11 and vehicles to be purchased by small, minority-owned businesses, 12 with consideration for support of the secondary vehicle market;

(D) A centralized user and manufacturer portal for information,application, and assistance;

15 (E) A fleet assistance and qualification program to assist in 16 zero-emission vehicle and infrastructure planning, to be administered 17 by the Washington State University extension energy program in 18 coordination with the department and the voucher program's third-19 party administrator; and

20 (F) A voucher preapproval process to evaluate participant 21 eligibility, readiness for fleet deployment, and infrastructure 22 preparedness.

(iii) The following battery electric and hydrogen fuel cell electric vehicle categories and associated charging, as well as refueling infrastructure for these categories, are eligible for the voucher program, subject to additional qualification criteria to be determined by the department and the voucher program third-party administrator:

(A) On-road vehicles from class 2b, heavy work pickups and vans,
 through class 8, heavy tractor-trailer units and refuse trucks; and

31

(B) Cargo handling and off-road equipment.

(iv) School buses and transit vehicles eligible for state grant programs for the purchase of zero-emission vehicles are not eligible for vouchers under this program, but are eligible for fleet assistance provided in association with the voucher program, which must include assistance in determining state and federal grant eligibility for these vehicles.

38 (v) The voucher amounts selected by the department and voucher 39 program third-party administrator must further the policy goals of 40 the program cited in (b)(i) of this subsection by offsetting Code Rev/AI:eab 29 S-2400.2/25 2nd draft investments required for medium and heavy-duty vehicle and equipment owners to transition to zero-emission vehicles and equipment. The department and voucher program third-party administrator must condition vehicle and infrastructure voucher funding to ensure these program policy goals are furthered through the voucher funding provided.

7 (vi) Consistent with voucher program design, the department is 8 required to distribute funds to the voucher program third-party 9 administrator sufficiently in advance of final requirements for 10 voucher distribution being met to facilitate the voucher's timely 11 distribution by the third-party administrator to sellers of zero-12 emission vehicles and infrastructure.

13 (3) (a) \$25,000,000 of the carbon emissions reduction accountstate appropriation is provided solely for grants, and to serve as a 14 state match for secured federal funds, to finance hydrogen refueling 15 infrastructure for medium and heavy-duty vehicles or finance hydrogen 16 17 fuel cell transportation infrastructure projects with a focus on locations in disadvantaged and overburdened communities, 18 where possible. The department, in consultation with the 19 interagency electric vehicle coordinating council, should pursue any federal 20 21 funding available through the charging and fueling infrastructure 22 discretionary grant program and any other sources under the federal infrastructure investment and jobs act (P.L. 29 117-58). 23

(b) \$2,500,000 of the amount provided in (a) of this subsection
is provided solely to Community Transit for a hydrogen fuel cell
demonstration project.

(c) \$200,000 of the amount provided in (a) of this subsection is provided solely for hydrogen fuel cell demonstration projects that provide long term power equipment and fuel for traffic signals at critical intersections during emergencies involving power disruptions or shutoffs.

32 (4) \$851,000 of the carbon emissions reduction account—state 33 appropriation is reappropriated and provided solely for a Tacoma 34 Public Utilities medium-duty zero-emission utility service vehicle 35 pilot project that includes charging infrastructure and mobile 36 battery units.

(5) \$740,000 of the motor vehicle account—state appropriation is
 provided solely for implementation of chapter . ., Laws of 2025
 (Substitute Senate Bill No. 5773) (alternative procurement and

1 delivery models for transportation projects). If chapter . . ., Laws 2 of 2025 (Substitute Senate Bill No. 5773) is not enacted by June 30, 3 2025, the amount provided in this subsection lapses.

4	NEW SECTION. Sec. 216. FOR THE DEPARTMENT OF TRANSPORTATION-
5	HIGHWAY MAINTENANCE—PROGRAM M
6	Motor Vehicle Account—State Appropriation \$570,394,000
7	Motor Vehicle Account—Federal Appropriation \$7,000,000
8	Move Ahead WA Account—State Appropriation \$53,675,000
9	Puget Sound Gateway Facility Account—State
10	Appropriation
11	RV Account—State Appropriation
12	State Route Number 520 Corridor Account—State
13	Appropriation
14	Tacoma Narrows Toll Bridge Account—State
15	Appropriation
16	Alaskan Way Viaduct Replacement Project Account—
17	State Appropriation
18	Interstate 405 and State Route Number 167 Express
19	Toll Lanes Account—State Appropriation \$2,624,000
20	TOTAL APPROPRIATION

The appropriations in this section are subject to the following conditions and limitations:

(1) \$5,000,000 of the motor vehicle account—state appropriation is provided solely for a contingency pool for snow and ice removal. The department must notify the office of financial management and the transportation committees of the legislature when they have spent the base budget for snow and ice removal and will begin using the contingency pool funding.

(2) \$8,040,000 of the motor vehicle account—state appropriation 29 30 is provided solely for the department to address the risks to safety 31 and public health associated with homeless encampments on department owned rights-of-way. The department must coordinate and work with the 32 33 Washington state patrol, local law enforcement, local government officials, and social service organizations that provide services and 34 direct people to housing alternatives that are not in highway rights-35 of-way to help prevent future encampments from forming on highway 36 rights-of-way. The Washington state patrol and the department must 37 38 continue to report semiannually to the governor the and Code Rev/AI:eab S-2400.2/25 2nd draft 31

1 transportation committees of the legislature on the status of these 2 efforts in a manner consistent with section 216(3), chapter 310, Laws 3 of 2024.

(3) \$235,000 of the motor vehicle account—state appropriation is 4 provided solely for implementation of chapter . . . (Engrossed Second 5 5098), Laws of 6 Substitute Senate Bill No. 2025 (weapons 7 restrictions). If chapter . . . (Engrossed Second Substitute Senate Bill No. 5098), Laws of 2025 is not enacted by June 30, 2025, the 8 9 amount provided in this subsection lapses.

(4) \$3,675,000 of the move ahead WA account—state appropriation 10 11 is provided solely for initial and ongoing implementation costs of 12 the department's Snoqualmie winter operations study recommendations, 13 which include installation of large regulatory signs, installation of 14 a remote avalanche control system, developing chain enforcement 15 processes in coordination with the Washington state patrol, improving cost recovery from violators, and securing an on-call class C towing 16 17 company.

(5) \$2,000,000 of the Alaskan Way viaduct replacement project account—state appropriation is provided solely for maintenance activities in the vicinity of the state route number 99 deep bore tunnel. Appropriations in this subsection assume additional revenue from a temporary toll rate adjustment on the state route number 99 tunnel leading up to and during the 2026 World Cup.

24 <u>NEW SECTION.</u> Sec. 217. FOR THE DEPARTMENT OF TRANSPORTATION— 25 TRANSPORTATION OPERATIONS—PROGRAM Q—OPERATING

26	Highway Safety Fund—State Appropriation \$10,621,000
27	Motor Vehicle Account—State Appropriation \$82,743,000
28	Motor Vehicle Account—Federal Appropriation \$2,089,000
29	Motor Vehicle Account—Private/Local Appropriation \$294,000
30	Move Ahead WA Account—State Appropriation \$9,686,000
31	State Route Number 520 Corridor Account—State
32	Appropriation
33	Tacoma Narrows Toll Bridge Account—State
34	Appropriation
35	Alaskan Way Viaduct Replacement Project Account—
36	State Appropriation
37	Interstate 405 and State Route Number 167 Express
38	Toll Lanes Account—State Appropriation \$36,000

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2 The appropriations in this section are subject to the following 3 conditions and limitations:

4 (1) (a) During the 2025-2027 fiscal biennium, the department shall continue a pilot program that 5 expands private transportation providers' access to high occupancy vehicle lanes. Under the pilot 6 program, when the department reserves a portion of a highway based on 7 the number of passengers in a vehicle, the following vehicles must be 8 9 authorized to use the reserved portion of the highway if the vehicle 10 has the capacity to carry eight or more passengers, regardless of the number of passengers in the vehicle: (i) Auto transportation company 11 vehicles regulated under chapter 81.68 RCW; (ii) passenger charter 12 13 carrier vehicles regulated under chapter 81.70 RCW, except marked or unmarked stretch limousines and stretch sport utility vehicles as 14 defined under department of licensing rules; (iii) private nonprofit 15 transportation provider vehicles regulated under chapter 81.66 RCW; 16 17 and (iv) private employer transportation service vehicles. For this subsection, "private employer transportation 18 purposes of 19 service" means regularly scheduled, fixed-route transportation service that is offered by an employer for the benefit of its 20 employees. Nothing in this subsection is intended to authorize the 21 conversion of public infrastructure to private, for-profit purposes 22 or to otherwise create an entitlement or other claim by private users 23 24 to public infrastructure.

25 (b) The department shall expand the high occupancy vehicle lane access pilot program to vehicles that deliver or collect blood, 26 tissue, or blood components for a blood-collecting or distributing 27 28 establishment regulated under chapter 70.335 RCW. Under the pilot 29 program, when the department reserves a portion of a highway based on passengers in a vehicle, blood-collecting 30 the number of or distributing establishment vehicles that are clearly and identifiably 31 32 marked as such on all sides of the vehicle are considered emergency vehicles and must be authorized to use the reserved portion of the 33 34 highway.

35 (c) The department shall expand the high occupancy vehicle lane 36 access pilot program to for hire nonemergency medical transportation 37 vehicles, when in use for medical purposes, as described in section 38 208(20), chapter 472, Laws of 2023. Under the pilot program, when the 39 department reserves a portion of a highway based on the number of

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passengers in a vehicle, nonemergency medical transportation vehicles that meet the requirements identified in section 208(20), chapter 472, Laws of 2023 must be authorized to use the reserved portion of the highway.

5 (d) Nothing in this subsection is intended to exempt these 6 vehicles from paying tolls when they do not meet the occupancy 7 requirements established by the department for express toll lanes.

8 (2) The appropriations in this section assume implementation of 9 additional cost recovery mechanisms to recoup at least \$100,000 in 10 credit card and other financial transaction costs related to the 11 collection of fees imposed under RCW 46.17.400, 46.44.090, and 12 46.44.0941 for driver and vehicle fee transactions beginning January 13 1, 2023. The department may recover transaction fees incurred through 14 credit card transactions.

(3) \$10,621,000 of the highway safety account—state appropriation is provided solely for implementation of chapter 17, Laws of 2023 (speed safety cameras).

18 (4) \$1,900,000 of the motor vehicle account—state appropriation 19 is reappropriated and provided solely for the department, in coordination with the independent review team of 20 the joint transportation committee, to conduct an analysis of highway, road, 21 22 and freight rail transportation needs, options, and impacts from 23 shifting the movement of freight and goods that currently move by barge through the lower Snake river dams to highways, other roads, 24 25 and rail, consistent with section 217(9), chapter 310, Laws of 2024. The department shall provide status updates on a quarterly basis in 26 coordination with the joint transportation committee. The department 27 28 must submit a final report to the governor and the transportation 29 committees of the legislature by December 31, 2026.

(5) \$8,423,000 of the move ahead WA account—state appropriation is provided solely for transportation operations activities to help keep people and goods moving during the 2026 World Cup. These activities include, but are not limited to, transportation management center operations and upgrades, additional incident response team coverage, trail crossing improvements, and updated guide signage/ wayfinding.

37 (6) \$31,000 of the motor vehicle account—state appropriation is
 38 provided solely for implementation of chapter . . . (Substitute
 39 Senate Joint Memorial No. 8000), Laws of 2025 (Martin Luther King,

Jr. way). If chapter . . . (Substitute Senate Joint Memorial No.
 8000), Laws of 2025 is not enacted by June 30, 2025, the amount
 provided in this subsection lapses.

(7) \$9,000 of the motor vehicle account—state appropriation is
provided solely for implementation of chapter . . (Substitute
Senate Joint Memorial No. 8003), Laws of 2025 (I-82/Charles Frank
Noble, Jr.). If chapter . . (Substitute Senate Joint Memorial No.
8003), Laws of 2025 is not enacted by June 30, 2025, the amount
provided in this subsection lapses.

10 (8) \$5,000 of the motor vehicle account—state appropriation is 11 provided solely for implementation of chapter . . (Senate Joint 12 Memorial No. 8009), Laws of 2025 (Joe Mentor memorial overpass). If 13 chapter . . (Senate Joint Memorial No. 8009), Laws of 2025 is not 14 enacted by June 30, 2025, the amount provided in this subsection 15 lapses.

16 <u>NEW SECTION.</u> Sec. 218. FOR THE DEPARTMENT OF TRANSPORTATION— 17 TRANSPORTATION MANAGEMENT AND SUPPORT—PROGRAM S

18	Motor Vehicle Account—State Appropriation \$42,045,000
19	Motor Vehicle Account—Federal Appropriation \$780,000
20	Motor Vehicle Account—Private/Local Appropriation \$500,000
21	Move Ahead WA Account—State Appropriation \$7,400,000
22	Puget Sound Ferry Operations Account—State
23	Appropriation
24	Multimodal Transportation Account—State
25	Appropriation
26	State Route Number 520 Corridor Account—State
27	Appropriation
28	Tacoma Narrows Toll Bridge Account—State
29	Appropriation
30	Alaskan Way Viaduct Replacement Project Account—
31	State Appropriation
32	Interstate 405 and State Route Number 167 Express
33	Toll Lanes Account—State Appropriation \$114,000
34	TOTAL APPROPRIATION
35	The appropriations in this section are subject to the following
36	conditions and limitations:
37	(1) \$2,000,000 of the motor vehicle account—state appropriation
38	and \$5,400,000 of the move ahead WA account—state appropriation are
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1 provided solely for efforts to increase diversity in the 2 transportation construction workforce through:

3 (a) The preapprenticeship support services (PASS) and career opportunity maritime preapprenticeship support services (COMPASS) 4 programs, which aim to increase diversity in the highway construction 5 6 and maritime workforces and prepare individuals interested in entering the highway construction and maritime workforces. 7 In addition to the services allowed under RCW 47.01.435, the PASS and 8 COMPASS programs may provide housing assistance for youth aging out 9 of the foster care and juvenile rehabilitation systems to support 10 11 their participation in a transportation-related preapprenticeship 12 program and support services to obtain necessary maritime documents and coast guard certification; and 13

14 (b) Assisting minority and women-owned businesses to perform work 15 in the highway construction industry.

16 (2) The department shall report every even-numbered year to the 17 transportation committees of the legislature on efforts to increase 18 diversity in the transportation construction workforce.

(3) \$1,512,000 of the motor vehicle account—state appropriation and \$488,000 of the Puget Sound ferry operations account—state appropriation are provided solely for monitoring, assistance, engagement, reporting, and other activities consistent with section 218(2), chapter 310, Laws of 2024.

(4) \$2,000,000 of the move ahead WA account—state appropriation
is provided solely for activities to help keep people and goods
moving during the 2026 World Cup. These activities include, but are
not limited to, digital advertising for traveler information, Title
VI compliance and language access, and Americans with disabilities
act compliance and training.

30 (5) The department's office of equity and civil rights and the 31 office of minority and women's business enterprises must develop two business-size thresholds within the office's certification 32 new The two new thresholds must include emerging small 33 program. 34 businesses and rising small businesses with gross receipts of no more than (a) \$3,000,000 and (b) \$10,000,000. This work must include 35 evaluation of all state-funded contracts over \$50,000,000 for 36 37 emerging small business goals, rising small business goals, small business goals, or any combination thereof. The office of equity and 38 39 civil rights and the office of minority and women's business

enterprises must submit a report to the office of financial
 management and the transportation committees of the legislature by
 November 1, 2025, on this work and any recommendations on next steps.

(6) Within amounts provided in this section, a maximum of \$75,000
is for the department's office of equity and civil rights to contract
with Western Washington University to analyze the economic benefit of
utilizing small businesses on department projects to the Washington
state economy.

9 (7) For department small works roster projects under RCW 10 39.04.151, the department may only allow firms certified as public 11 works small business enterprises, under RCW 39.19.030, to bid on the 12 project contract, unless the department determines there would be 13 insufficient bidders for a particular project.

(8) \$30,000 of the motor vehicle account—state appropriation is provided solely for implementation of chapter . . (Substitute Senate Bill No. 5374), Laws of 2025 (transportation/tribal rep.). If chapter . . (Substitute Senate Bill No. 5374), Laws of 2025 is not enacted by June 30, 2025, the amount provided in this subsection lapses.

20	NEW SECTION. Sec. 219. FOR THE DEPARTMENT OF TRANSPORTATION-
21	TRANSPORTATION PLANNING, DATA, AND RESEARCH—PROGRAM T
22	Motor Vehicle Account—State Appropriation \$29,566,000
23	Motor Vehicle Account—Federal Appropriation \$41,811,000
24	Motor Vehicle Account—Private/Local Appropriation \$400,000
25	Move Ahead WA Account—State Appropriation \$6,304,000
26	Multimodal Transportation Account—State
27	Appropriation
28	Multimodal Transportation Account—Federal
29	Appropriation
30	Multimodal Transportation Account—Private/Local
31	Appropriation
32	TOTAL APPROPRIATION
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33 The appropriations in this section are subject to the following 34 conditions and limitations:

(1) \$1,557,000 of the motor vehicle account—federal appropriation is provided solely for the department to upgrade the department's linear referencing system (LRS) and highway performance monitoring system (HPMS).

1 (2) The entire move ahead WA account-state appropriation is 2 provided solely for Interstate 5 planning. The work under this 3 subsection must include, but is not limited to, the following:

4 5

(a) Continued development of an Interstate 5 master plan;

(b) Advancing seismic vulnerability analyses;

6 (c) Identification of early action priority projects that address 7 safety or resiliency, or both, along the corridor; and

8

(d) An interim report on the progress of the Interstate 5 master plan to the transportation committees of the legislature and the 9 office of financial management by June 30, 2026. 10

(3) \$140,000 of the multimodal transportation account-state 11 12 appropriation is reappropriated and provided solely for the city of 13 Seattle's office of planning and community development to continue to 14 support an equitable development initiative to reconnect the South 15 Park neighborhood, currently divided by state route number 99, consistent with section 219(4), chapter 310, Laws of 2024. The city 16 must provide a final report that includes recommendations by June 30, 17 18 2027.

(4) Consistent with RCW 47.04.280(1)(d), when the department 19 20 submits the attainment report required under RCW 47.04.285, it shall 21 visually display statewide annual hours of travel delay by displaying 22 data within each major corridor, to the extent practicable.

23 (5) The department shall adopt rules by December 1, 2025, specifying a time frame for its periodic review and update of an 24 25 integrated, federally compliant, long-range statewide multimodal 26 transportation plan. The department must, as part of its 2026 27 supplemental budget submittal, submit a proposal for the next update 28 of the plan, including robust engagement with local governments, 29 transportation organizations, and the public.

30 NEW SECTION. Sec. 220. FOR THE DEPARTMENT OF TRANSPORTATION-CHARGES FROM OTHER AGENCIES-PROGRAM U 31

32	Aeronautics Account—State Appropriation
33	Transportation Partnership Account—State
34	Appropriation
35	Motor Vehicle Account—State Appropriation \$102,878,000
36	Puget Sound Ferry Operations Account—State
37	Appropriation
38	State Route Number 520 Corridor Account—State

1	Appropriation
2	Connecting Washington Account—State Appropriation \$1,180,000
3	Multimodal Transportation Account—State
4	Appropriation
5	Tacoma Narrows Toll Bridge Account—State
6	Appropriation
7	Alaskan Way Viaduct Replacement Project Account—
8	State Appropriation
9	Interstate 405 and State Route Number 167 Express
10	Toll Lanes Account—State Appropriation \$66,000
11	TOTAL APPROPRIATION

12 The appropriations in this section are subject to the following 13 conditions and limitations:

14 (1) Consistent with existing protocol and practices, for any 15 negotiations that could result in a settlement of a claim against the state for the department that exceeds \$5,000,000, the department, in 16 17 conjunction with the attorney general and the department of 18 enterprise services, shall notify the director of the office of 19 financial management and the transportation committees of the 20 legislature.

21 (2)August 1, 2025, and semiannually thereafter, On the department, in conjunction with the attorney general 22 and the 23 department of enterprise services, shall provide a report with judgments and settlements dealing with the Washington state ferry 24 25 system to the director of the office of financial management and the 26 transportation committees of the legislature. The report must include 27 information on: (a) The number of claims and settlements by type; (b) 28 the average claim and settlement by type; (c) defense costs 29 associated with those claims and settlements; and (d) information on 30 the impacts of moving legal costs associated with the Washington state ferry system into the statewide self-insurance pool. 31

32 (3) On August 1, 2025, and semiannually thereafter, the in conjunction with the attorney general 33 department, and the 34 department of enterprise services, shall provide a report with 35 judgments and settlements dealing with the nonferry operations of the 36 department to the director of the office of financial management and 37 the transportation committees of the legislature. The report must include information on: (a) The number of claims and settlements by 38

1 type; (b) the average claim and settlement by type; and (c) defense 2 costs associated with those claims and settlements.

3 (4) When the department identifies significant legal issues that 4 have potential transportation budget implications, the department 5 must initiate a briefing for appropriate legislative members or staff 6 through the office of the attorney general and its legislative 7 briefing protocol.

8 <u>NEW SECTION.</u> Sec. 221. FOR THE DEPARTMENT OF TRANSPORTATION— 9 PUBLIC TRANSPORTATION—PROGRAM V

10	Carbon Emissions Reduction Account—State
11	Appropriation
12	State Vehicle Parking Account—State Appropriation \$784,000
13	Rural Mobility Grant Program Account—State
14	Appropriation
15	Multimodal Transportation Account—State
16	Appropriation
17	Multimodal Transportation Account—Federal
18	Appropriation
19	Multimodal Transportation Account—Private/Local
20	Appropriation
21	TOTAL APPROPRIATION

The appropriations in this section are subject to the following conditions and limitations:

(1) (a) \$62,698,000 of the multimodal transportation account—state
appropriation and \$78,525,000 of the carbon emissions reduction
account—state appropriation are provided solely for a grant program
for special needs transportation distributed in accordance with RCW
47.66.150.

(b) Of the amounts provided in this subsection, \$425,000 of the account emissions reduction account state appropriation is provided solely for the reappropriation of amounts provided for this purpose in the 2023-2025 fiscal biennium. Fuel type may not be a factor in the grant selection process.

34 (2) The department shall not require more than a 10 percent match35 from nonprofit transportation providers for state grants.

(3) \$1,124,000 of the multimodal transportation account—state
 appropriation is provided solely for the department to provide a
 statewide vanpool benefit for all state employees. For department

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employees working in remote job sites, such as mountain passes, the department must ensure employees are able to access job sites via a subsidized vanpool or provide a modal alternative for the "last mile" to ensure employees can access the job site without additional charge.

6 (4) \$500,000 of the carbon emissions reduction account-state 7 appropriation is provided solely for an interagency transfer to the Washington State University extension energy program to administer a 8 9 technical assistance and education program for public agencies on the 10 use of alternative fuel vehicles. The Washington State University 11 extension energy program shall prepare a report regarding the 12 utilization of the program and submit this report the to transportation committees of the legislature by November 15, 2025. 13

14 (5) \$3,400,000 of the carbon emissions reduction account—state 15 appropriation is reappropriated and provided solely for the pilot 16 program established under RCW 47.04.355 to provide clean alternative 17 fuel vehicle use opportunities to underserved communities and low to 18 moderate-income members of the workforce not readily served by 19 transit or located in transportation corridors with emissions that 20 exceed federal or state emissions standards.

(6) \$900,000 of the carbon emissions reduction account—state 21 22 appropriation is provided solely for the department to implement 23 certain recommendations from the 2023 frequent transit service study. 24 The department shall define levels and types of demand-response service and measure access to these services within Washington for 25 26 the purpose of gaining a fuller picture of transit access. The 27 department must collect ongoing transportation data and develop systems to allow for analysis of disparities in access to existing 28 29 fixed route transit. The data collection should prioritize collecting 30 information on accessibility and inclusion of people with disabilities, vulnerable populations in overburdened communities, and 31 32 other underserved communities. The department shall submit a report 33 on data collection efforts to the transportation committees of the 34 legislature and the office of financial management by June 30, 2026.

35 (7) Public transit agencies must have maintained or increased 36 their local sales tax authority as of January 1, 2022, and may not 37 have delayed, diverted, supplanted, or suspended the collection of 38 approved sales taxes specifically for the purpose of public

1 transportation that were approved on or before January 1, 2022, to 2 qualify for any public transportation division grants.

(8) \$8,000,000 of the multimodal transportation account-state 3 appropriation is provided solely for transit support for the 2026 4 World Cup including, but not limited to, increased frequency, shuttle 5 services, increased water taxi service, transit incentives, 6 7 communications, wayfinding, cleanliness, and security. Of the amount provided in this subsection, 40 percent is for King county metro, 40 8 percent is for public transportation benefit areas and regional 9 transit authorities in Pierce, Snohomish, and Kitsap counties, and 20 10 percent is for public transit agencies operating in cities the World 11 Cup organizing committee has named to host fan zones. All 12 13 distributions must be proportional based on service hours.

(9) \$10,000,000 of the multimodal transportation account-state 14 15 appropriation is provided solely for King county metro as part of a federal funds exchange pilot. Amounts provided in this subsection 16 must be held in unallotted status until notification has been 17 18 received by the department's public transportation division from 19 Washington state ferries that the conditions outlined in section 20 222(14) of this act have been met. By January 15, 2026, King county metro must report to the office of financial management and the 21 22 transportation committees of the legislature a summary of projects 23 funded or planned to be funded, and recommendations for continuation of the federal funds exchange pilot through the 2025-2027 fiscal 24 25 biennium, including additional amounts eligible to be exchanged.

26 <u>NEW SECTION.</u> Sec. 222. FOR THE DEPARTMENT OF TRANSPORTATION—

27 MARINE—PROGRAM X

28	Puget Sound Ferry Operations Account—State
29	Appropriation
30	Puget Sound Ferry Operations Account—Federal
31	Appropriation
32	Puget Sound Ferry Operations Account—Private/Local
33	Appropriation
34	TOTAL APPROPRIATION
35	The appropriations in this section are subject to the following
36	conditions and limitations:
37	(1) The office of financial management budget instructions
38	require agencies to recast enacted budgets into activities. The

1 Washington state ferries shall include a greater level of detail in 2025-2027 supplemental and 2027-2029 omnibus transportation 2 its 3 appropriations act requests, as determined jointly by the office of financial management, the Washington state ferries, and the 4 transportation committees of the legislature. This level of detail 5 6 must include the administrative functions in the operating as well as 7 capital programs. The data in the tables in the report must be supplied in a digital file format. 8

9 (2)(a) \$75,047,000 of the Puget Sound ferry operations account— 10 federal appropriation and \$24,425,000 of the Puget Sound ferry 11 operations account—state appropriation are provided solely for auto 12 ferry vessel operating fuel in the 2025-2027 fiscal biennium. The 13 amount provided in this subsection represents the fuel budget for the 14 purposes of calculating any ferry fare fuel surcharge.

15 (b) The Washington state ferries must develop a renewable diesel demonstration project for a representative group of diesel vessels. 16 By September 15, 2026, Washington state ferries must submit findings 17 18 and recommendations to the office of financial management and the 19 transportation committees of legislature that includes, but is not 20 limited to, performance results of the demonstration project, 21 recommendations for renewable diesel usage across the fleet, and 22 possible procurement options for renewable diesel.

23 (3) During negotiations of the 2027-2029 collective bargaining agreements, the department must: (a) Identify provisions that create 24 25 barriers for, or contribute to creating a disparate impact on, newly hired ferry employees, including those who are women, people of 26 color, veterans, and other employees belonging to communities that 27 28 have historically been underrepresented in the workforce; and (b) 29 create a forum for direct discussion between the governor, labor 30 leadership, the office of financial management, and the Washington 31 state ferries to collaboratively identify and resolve compensation 32 and staffing issues, with the goal of service improvements for ferry 33 riders.

(4) \$50,000 of the Puget Sound ferry operations account—state appropriation is provided solely for the department to conduct an actuarial evaluation to determine the amount of funds needed in reserve to provide an acceptable amount of self-insurance coverage as compared to the commercial insurance option for the ferry system. The evaluation must also include an analysis of the short and long-term

1 costs and benefits of self-insurance. By December 15, 2026, the 2 department shall report evaluation results to the transportation 3 committees of the legislature.

4 (5) Within existing resources, the department must deploy a pilot 5 program for offering customers wifi on vessels and in terminals. By 6 January 1, 2026, the department must report on the viability of the 7 program to the transportation committees of the legislature, 8 including implementation recommendations and cost estimates. The 9 department must prioritize routes or terminals with wifi coverage 10 issues and consider fee-for-service options.

(6) \$500,000 of the Puget Sound ferry operations account—state appropriation is provided solely for operating costs related to moving vessels for emergency capital repairs. Funds may only be spent after approval by the office of financial management.

(7) \$35,984,000 of the Puget Sound ferry operations account—state appropriation and \$15,012,000 of the Puget Sound ferry operations account—federal appropriation are provided solely for workforce development initiatives, employee retention, and ongoing labor costs at the Washington state ferries. The Washington state ferries must report workforce data consistent with RCW 47.60.850.

(8) \$2,548,000 of the Puget Sound ferry operations account—state
 appropriation is provided solely for security services at Colman
 Dock.

(9) \$1,596,000 of the Puget Sound ferry operations account-state 24 appropriation and \$484,000 of the Puget Sound ferry operations 25 account—federal appropriation are provided solely for traffic control 26 27 ferry terminals at Seattle, Fauntleroy, Kingston, Edmonds, at 28 Mukilteo, and Bainbridge Island, during peak ferry travel times, with a particular focus on Sundays and holiday weekends. If local law 29 enforcement entities are available, the Washington state ferries may 30 contract with local agencies for traffic control services. 31

(10) \$837,000 of the Puget Sound ferry operations account—state appropriation is provided solely for support of the Kitsap transit passenger ferry to supplement service on the Seattle-Bremerton route, and expand weekday, midday King county water taxi service support to and from Vashon Island for the months of June and July in 2026 to supplement service for the World Cup.

(11) By December 31st of each year, as part of the annual ferriesdivision performance report, the department must report on the status

1 of efforts to increase the staff available for maintaining the customary level of ferry service, including staff for deck, engine, 2 and terminals. The report must include data for a 12-month period up 3 to the most recent data available, by staff group, showing the number 4 of employees at the beginning of the 12-month period, the number of 5 6 new employees hired, the number of employees separating from service, 7 and the number of employees at the end of the 12-month period. The department report on additional performance measures must include: 8

9 (a) Numbers of trip cancellations due to crew availability or 10 vessel mechanical issues;

11 (b) Current level of service compared to the full-service 12 schedules in effect in 2019; and

13 (c) Retention rates of employees who have completed on the job 14 workforce development programs and overall employee retention rates.

(12) \$75,000 of the Puget Sound ferry operations account-state 15 appropriation is provided solely for the department to contract with 16 the Evans School of Public Policy at the University of Washington to 17 conduct a study and develop recommendations to design a modernized 18 19 and more inclusive Washington state ferries' customer advisory process. The study must prioritize ease of customer feedback, 20 21 inclusion of groups that have been historically underrepresented in 22 customer feedback and engagement processes, and capturing input from passengers using the system for varying purposes. The study must also 23 24 look at customer engagement models developed by other comparable 25 ferry systems, both domestic and international, for best practices. A report with findings and recommendations is due to the office of 26 27 financial management and the transportation committees of the legislature by December 15, 2026. To allow the public to engage with 28 29 the Washington state ferries' management, the ferries division must hold at least three virtual public meetings annually to update 30 31 customers on service issues and answer customer questions. The appropriation in this section is contingent on enactment of section 32 720 of this act. 33

34 (13) \$36,000 of the motor vehicle account—state appropriation is provided solely for implementation of chapter . . . (Engrossed Second 35 Substitute Senate Bill No. 36 5098), Laws 2025 of (weapons restrictions). If chapter . . . (Engrossed Second Substitute Senate 37 38 Bill No. 5098), Laws of 2025 is not enacted by June 30, 2025, the amount provided in this subsection lapses. 39

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(14) \$12,000,000 of the Puget Sound ferry operations account-1 2 federal appropriation is provided solely for a federal fund exchange pilot with King county metro. Washington state ferries must work with 3 Sound regional council to amend the 4 the Puget statewide 5 transportation improvement plan with eligible projects. Upon approval of the amended plan and confirmation of distribution of federal funds 6 7 from the Puget Sound regional council, Washington state ferries must notify the department's public transportation division for release of 8 state funds to King county metro in section 221(9) of this act. By 9 January 15, 2026, Washington state ferries must report to the office 10 financial management and transportation committees of the 11 of 12 legislature recommendations for expanding the exchange in current and 13 future biennia.

14NEW SECTION.Sec. 223.FOR THE DEPARTMENT OF TRANSPORTATION—15RAIL—PROGRAM Y—OPERATING16Carbon Emissions Reduction Account—State

17	Appropriation
18	Multimodal Transportation Account—State
19	Appropriation
20	Multimodal Transportation Account—Private/Local
21	Appropriation
22	TOTAL APPROPRIATION

The appropriations in this section are subject to the following conditions and limitations: \$1,000 of the multimodal transportation account—state appropriation is provided solely for implementation of chapter . . . (Engrossed Second Substitute Senate Bill No. 5098), Laws of 2025 (weapons restrictions). If chapter . . . (Engrossed Second Substitute Senate Bill No. 5098), Laws of 2025 is not enacted by June 30, 2025, the amount provided in this subsection lapses.

30 NEW SECTION. Sec. 224. FOR THE DEPARTMENT OF TRANSPORTATION-LOCAL PROGRAMS-PROGRAM Z-OPERATING 31 Carbon Emissions Reduction Account—State 32 33 34 Motor Vehicle Account—State Appropriation. \$14,885,000 35 Motor Vehicle Account—Federal Appropriation. \$2,604,000 36 Multimodal Transportation Account—State 37

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2 The appropriations in this section are subject to the following 3 conditions and limitations:

4 (1) \$500,000 of the motor vehicle account—state appropriation is
5 provided solely for administration, program management, and
6 evaluation of the federal fund exchange pilot program.

7 (2) \$750,000 of the multimodal transportation account—state 8 appropriation is provided solely to continue the civilian 9 intervention grant program in accordance with program requirements 10 under section 224(7), chapter 472, Laws of 2023.

11 (3) For its 2027-2029 biennial agency budget request, the 12 department shall create a distinct subprogram within local programs 13 for all expenditures and activities for the active transportation 14 division.

(4) \$930,000 of the motor vehicle account—state appropriation is provided solely for the department, from amounts set aside out of statewide fuel taxes distributed to counties according to RCW 46.68.120(3), to contract with the Washington state association of counties to:

(a) Continue contracting with the Washington state department of
 fish and wildlife to identify, inventory, and prioritize county-owned
 fish passage barriers;

(b) Partner with the county road administration board to update the road cost factor unit costs used in the calculation of the allocation factor for the county's portion of the motor vehicle fuel tax;

(c) Create specific guidance and training for county public works departments developing community engagement plans to mitigate project and program harms and maximize community benefits by expanding upon the freight mobility strategic investment board's "Toolkit and Best Practices for Integrating Community Considerations in Infrastructure Investments;" and

33 (d) Continue partnering with the board of registration for 34 professional engineers and land surveyors and contract with the 35 Washington state transportation center at the University of 36 Washington to identify best practices within public works for the 37 recruitment and retention of employees, including recommendations for improving outreach and recruitment to underrepresented populations, 38 methods to partner with local community colleges and universities, 39

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1 ways to expand apprenticeship and internship programs, strategies to 2 increase training and development opportunities, and recommendations 3 for career advancement programs and better work life balance 4 outcomes.

5 <u>NEW SECTION.</u> Sec. 225. FOR THE DEPARTMENT OF TRANSPORTATION— 6 CLEAN FUELS CREDIT PROGRAM

7 The department of transportation, with the assistance of designated staff in the department, must register for the clean fuels 8 credit program and start tracking revenue generation pursuant to 9 chapter 70A.535 RCW for investments funded in an omnibus 10 11 transportation appropriations act. The omnibus transportation appropriations act anticipates credits for ferry electrification for 12 new hybrid electric vessels, active transportation, transit programs 13 and projects, alternative fuel infrastructure, connecting 14 communities, and multimodal investments. 15

(End of part)

1

TRANSPORTATION AGENCIES—CAPITAL

2 NEW SECTION. Sec. 301. FOR THE WASHINGTON STATE PATROL 3 State Patrol Highway Account—State Appropriation. . . . \$3,600,000 The appropriation in this section is subject to the following 4 5 conditions and limitations: 6 (1) \$3,600,000 of the state patrol highway account-state 7 appropriation is provided solely for the following projects: 8 (a) \$500,000 is for emergency repairs; 9 (b) \$800,000 is for roof replacements; (c) \$1,300,000 is for generator and electrical replacement, 10 11 including reappropriations; 12 (d) \$580,000 is for pavement surface improvements, including 13 reappropriations; 14 (e) \$120,000 is for vehicle identification number inspection 15 shelters; and 16 (f) \$300,000 is for an exterior preservation reappropriation. 17 (2) The Washington state patrol may transfer funds between

18 projects specified in subsection (1) of this section to address cash 19 flow requirements.

20 (3) If a project specified in subsection (1) of this section is 21 completed for less than the amount provided, the remainder may be 22 transferred to another project specified in subsection (1) of this 23 section not to exceed the total appropriation provided in subsection 24 of this section after notifying the office of (1) financial 25 management and the transportation committees of the legislature at 26 least 20 days before any transfer.

27	NEW SECTION. Sec. 302. FOR THE COUNTY ROAD ADMINISTRATION BOARD
28	Move Ahead WA Account—State Appropriation \$9,333,000
29	Rural Arterial Trust Account—State Appropriation \$51,573,000
30	Motor Vehicle Account—State Appropriation \$2,103,000
31	County Arterial Preservation Account—State
32	Appropriation
33	TOTAL APPROPRIATION
34	NEW SECTION. Sec. 303. FOR THE TRANSPORTATION IMPROVEMENT BOARD
35	Carbon Emissions Reduction Account—State
36	Appropriation

1	Small City Pavement and Sidewalk Account—State
2	Appropriation
3	Transportation Improvement Account—State
4	Appropriation
5	Complete Streets Grant Program Account—State
6	Appropriation
7	Move Ahead WA Account—State Appropriation \$9,333,000
8	TOTAL APPROPRIATION \$310,845,000

9 <u>NEW SECTION.</u> Sec. 304. FOR THE DEPARTMENT OF TRANSPORTATION— 10 FACILITIES—PROGRAM D—(DEPARTMENT OF TRANSPORTATION-ONLY PROJECTS)— 11 CAPITAL

12	Motor Vehicle A	Account—State	Appropriation	\$20,158,000
13	Move Ahead WA A	Account—State	Appropriation	\$17,687,000
14	TOTAL A	APPROPRIATION.		\$37,845,000

15 The appropriations in this section are subject to the following 16 conditions and limitations:

17 \$8,687,000 of the ahead (1) (a) move WA account—state 18 appropriation is provided solely for the department to improve its ability to keep facility assets in a state of good repair. In using 19 20 the funds appropriated in this subsection, the department, with 21 periodic reporting to the joint transportation committee, must 22 continue to develop and implement a prioritization of facility 23 capital preservation needs and repair projects. The legislature 24 intends these to be reasonable, forward-thinking investments that space efficiency 25 consider potential future measures and 26 consolidations, including those assessed as having high commercial 27 value and potential returns to state transportation funds associated 28 with the sale of the property. Prioritization must be based on, but 29 not limited to, the following criteria: (i) Employee safety and facility security; (ii) state and federal regulatory and statutory 30 31 requirements and compliance issues, including clean buildings 32 requirements; (iii) quality of work issues; (iv) facility condition 33 assessment evaluations and scoring; (v) asset preservation; and (vi) 34 amount of operational support provided by the facility to the 35 achievement of the department's performance measures and outcomes, 36 including facility utilization based on field operations work supported at the location. "Field operations" includes maintenance, 37 38 transportation operations, materials testing, and construction.

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1 (b) In using the funds appropriated in this subsection, the 2 department must utilize the prioritization of facility capital 3 preservation needs and repair projects used in developing the 4 2025-2027 fiscal biennium agency budget submittal.

(c) By September 1, 2025, and September 1, 2026, the department 5 6 must provide a report based on the prioritization of facility preservation needs and repair projects developed pursuant to (a) of 7 this subsection to the office of financial management and the 8 transportation committees of the legislature. The report must 9 include: (i) A by-facility ranking based on the criteria implemented; 10 11 (ii) detailed information on the actions taken in the previous year 12 to address the identified issues and deficiencies; and (iii) the plan, by facility, to address issues and deficiencies for the 13 remainder of the 2025-2027 fiscal biennium and the 2027-2029 fiscal 14 15 biennium.

16 (2) Within existing resources, in consultation with the office of 17 financial management, the department must continue to use the 18 criteria developed for the preservation and improvement minor works 19 list during the 2025-2027 fiscal biennium.

(3) Within existing resources, in consultation with the office of 20 financial management, the department must continue to use criteria 21 22 for providing building-related capital requests in a comparable format, adjusted where appropriate, to provisions already in use in 23 omnibus capital appropriations act for building projects, 24 the 25 including the C-100 capital request form and other detail 26 requirements for omnibus capital appropriations act building submissions. 27

NEW SECTION. Sec. 305. FOR THE DEPARTMENT OF TRANSPORTATION-28 29 IMPROVEMENTS-PROGRAM I Alaskan Way Viaduct Replacement Project Account-30 31 32 Carbon Emissions Reduction Account—State 33 Move Ahead WA Account—Private/Local Appropriation. . . \$357,916,000 34 35 Puget Sound Gateway Facility Account-State 36 Transportation Partnership Account—State 37 38

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1	Motor Vehicle Account—State Appropriation \$52,246,000
2	Motor Vehicle Account—Federal Appropriation \$487,331,000
3	Coronavirus State Fiscal Recovery Fund—Federal
4	Appropriation
5	Motor Vehicle Account—Private/Local Appropriation \$53,581,000
6	Connecting Washington Account—State Appropriation \$1,327,617,000
7	Special Category C Account—State Appropriation \$10,637,000
8	Multimodal Transportation Account—State
9	Appropriation
10	Multimodal Transportation Account—Federal
11	Appropriation
12	State Route Number 520 Corridor Account—State
13	Appropriation
14	Interstate 405 and State Route Number 167 Express
15	Toll Lanes Account—State Appropriation \$547,950,000
16	Move Ahead WA Account—State Appropriation \$989,213,000
17	Move Ahead WA Account—Federal Appropriation \$511,032,000
18	Model Toxics Control Stormwater Account—State \$10,563,000
19	TOTAL APPROPRIATION \$4,530,978,000

The appropriations in this section are subject to the following conditions and limitations:

2.2 (1) Except as provided otherwise in this section, the entire connecting Washington account-state appropriation, the entire move 23 ahead WA account-federal appropriation, the entire move ahead WA 24 appropriation, 25 account—state and the entire transportation partnership account-state appropriation are provided solely for the 26 projects and activities as listed by fund, project, and amount in 27 28 LEAP Transportation Document 2025-1 as developed March 24, 2025, 29 Program - Highway Improvements Program (I). However, limited 30 transfers of specific line-item project appropriations may occur 31 between projects for those amounts listed subject to the conditions 32 and limitations in section 601 of this act.

33 (2) Except as provided otherwise in this section, the entire 34 motor vehicle account—state appropriation and motor vehicle account— 35 federal appropriation are provided solely for the projects and 36 activities listed in LEAP Transportation Document 2025-2 ALL PROJECTS 37 as developed March 24, 2025, Program - Highway Improvements Program 38 (I). Any federal funds gained through efficiencies, adjustments to

1 the federal funds forecast, or the federal funds redistribution 2 process must then be applied to highway and bridge preservation 3 activities.

4 (3) Within the motor vehicle account—state appropriation and 5 motor vehicle account—federal appropriation, the department may 6 transfer appropriation authority between programs I and P, except for 7 appropriation authority that is otherwise restricted in this act, as 8 follows:

9 (a) Ten days prior to any transfer, the department must submit 10 its request to the office of financial management and the 11 transportation committees of the legislature and consider any 12 concerns raised.

(b) The director of the office of financial management must first provide written authorization for such transfer to the department and the transportation committees of the legislature.

16 (c) The department shall submit a report on appropriation 17 authority transferred in the prior fiscal year using this subsection 18 as part of the department's annual budget submittal.

19 (4) The connecting Washington account—state appropriation 20 includes up to \$1,064,239,000 in proceeds from the sale of bonds 21 authorized in RCW 47.10.889.

(5) The transportation partnership account—state appropriation includes up to \$3,755,000 in proceeds from the sale of bonds authorized in RCW 47.10.873.

(6) The Puget Sound gateway facility account—state appropriation includes up to \$88,200,000 in proceeds from the sale of bonds authorized in RCW 47.10.896.

(7) The Interstate 405 and State Route Number 167 express toll
 lanes account—state appropriation includes up to \$375,311,000 in
 proceeds from the sale of bonds authorized in RCW 47.10.896.

(8) The department shall itemize all future requests for the construction of buildings on a project list and submit them through the transportation executive information system as part of the department's annual budget submittal. It is the intent of the legislature that new facility construction must be transparent and not appropriated within larger highway construction projects.

(9) The legislature continues to prioritize the replacement of the state's aging infrastructure and recognizes the importance of reusing and recycling construction aggregate and recycled concrete

1 materials in our transportation system. To accomplish Washington 2 state's sustainability goals in transportation and in accordance with 3 RCW 70A.205.700, the legislature reaffirms its determination that 4 recycled concrete aggregate and other transportation building 5 materials are natural resource construction materials that are too 6 valuable to be wasted and landfilled, and are a commodity as defined 7 in WAC 173-350-100.

(10) (a) \$54,334,000 of the coronavirus state fiscal recovery fund 8 -federal appropriation, \$118,178,000 of the motor vehicle account-9 federal appropriation, \$796,352,000 of the move ahead WA account-10 11 state appropriation, \$112,263,000 of the connecting Washington account—state appropriation, and \$8,621,000 of the motor vehicle 12 13 account-state appropriation are provided solely for the Fish Passage Barrier Removal project (OBI4001) with the intent of fully complying 14 15 with the federal U.S. v. Washington court injunction by 2030.

(b) Appropriations within this subsection may be used to jointly leverage state and local funds for match requirements in applying for competitive federal aid grants provided in the infrastructure investment and jobs act for removals of fish passage barriers under the national culvert removal, replacement, and restoration program. State funds used for the purpose described in this subsection must not compromise full compliance with the court injunction by 2030.

(c) The department shall coordinate with the Brian Abbott fish 23 passage barrier removal board to use a watershed approach by 24 25 replacing both state and local culverts guided by the principle of providing the greatest fish habitat gain at the earliest time. The 26 department shall deliver high habitat value fish passage barrier 27 28 corrections that it has identified, guided by the following factors: Opportunity to bundle projects, tribal priorities, 29 ability to 30 leverage investments by others, presence of other barriers, project readiness, culvert conditions, other transportation projects in the 31 32 area, and transportation impacts. The department and Brian Abbott 33 fish barrier removal board must provide updates on the implementation of the statewide culvert remediation plan to the legislature by 34 35 November 1, 2025, and June 1, 2026.

(d) The department must keep track of, for each barrier removed:
(i) The location; (ii) the amount of fish habitat gain; and (iii) the
amount spent to comply with the injunction.

1 (e) During the 2025-2027 fiscal biennium, the department shall 2 semi-annually provide reports of the amounts of federal funding 3 received for this project to the governor and transportation 4 committees of the legislature.

(11) (a) \$344,931,000 of the move ahead WA account-federal 5 appropriation, \$127,504,000 of the move ahead WA account-private/ 6 local appropriation, and \$107,753,000 of the move ahead WA account-7 8 state appropriation are provided solely for the I-5 Columbia river 9 bridge project (L4000054). The legislature finds that the replacement the I-5 Columbia river bridge is a project of national 10 of significance and is critical for the movement of freight. One span is 11 now more than a century old, at risk for collapse in the event of a 12 major earthquake, and no longer satisfies the needs of commerce and 13 14 travel. Replacing the aging interstate bridge with a modern, seismically resilient, multimodal structure that provides improved 15 16 mobility for people, goods, and services is a high priority. Therefore, the legislature intends to support the replacement of the 17 18 I-5 Columbia river bridge with an investment of \$1,000,000,000 over the 16-year move ahead WA investment program. 19

20 (b) The department shall provide regular updates on the status of 21 ongoing coordination with the state of Oregon on any bistate 22 agreements regarding sharing of revenues, use of revenues, and fiscal 23 responsibilities of each state. Prior to finalizing any such 24 agreement, the department shall provide a draft of the agreement to 25 the transportation committees of the legislature for review and 26 input. Additionally, the department shall continue to advise quarterly on the status of any bistate agreements to the joint 27 28 transportation committee until any agreements are finalized.

29 (12) \$136,984,000 of the connecting Washington account-state 30 appropriation, \$1,527,000 of the multimodal transportation accountstate appropriation, \$28,103,000 of the motor vehicle account-31 private/local appropriation, \$262,013,000 of the move 32 ahead WA account-federal appropriation, \$173,193,000 of the move ahead WA 33 account-state appropriation, \$200,000 of the motor vehicle account-34 35 state appropriation, \$88,200,000 of the Puget Sound gateway facility account-state appropriation, and \$212,157,000 of the motor vehicle 36 37 account-federal appropriation are provided solely for the SR 167/SR 38 509 Puget Sound Gateway project (M00600R).

(a) Any savings on the project must stay on the Puget Sound
 Gateway corridor until the project is complete.

3 (b) In making budget allocations to the Puget Sound Gateway project, the department shall implement the project's construction as 4 a single corridor investment. The department shall continue to 5 6 collaborate with the affected stakeholders as it implements the corridor construction and implementation plan for state route number 7 167 and state route number 509. Specific funding allocations must be 8 based on where and when specific project segments are ready for 9 construction to move forward and investments can be best optimized 10 11 for timely project completion. Emphasis must be placed on avoiding gaps in fund expenditures for either project. 12

13 (c) The entire multimodal transportation account—state 14 appropriation in this subsection is for:

(i) The design phase of the Puyallup to Tacoma multiuse trail along the state route number 167 right-of-way acquired for the project to connect a network of new and existing trails from Mount Rainier to Point Defiance Park; and

(ii) Segment 2 of the state route number 167 completion project shared-use path to provide connections to the interchange of state route number 167 at 54th to the intersection of state route number 509 and Taylor Way in Tacoma.

23 (13) \$15,988,000 of the connecting Washington account-state appropriation is provided solely for the SR 224/Red Mountain Vicinity 24 Improvement project (L1000291). The department shall provide funding 25 to the city of West Richland to complete the project within the 26 project scope identified by the legislature and within the total 27 28 amount provided by the legislature. The department shall not amend 29 the project's scope of work to add pavement preservation on state route number 224 from the West Richland city limits to Antinori Road. 30

(14) \$578,139,000 of the connecting Washington account—state appropriation, \$1,100,000 of the state route number 520 corridor account—state appropriation, and \$7,278,000 of the motor vehicle account—private/local appropriation are provided solely for the SR 520 Seattle Corridor Improvements - West End project (M00400R) and are subject to the following conditions and limitations:

(a) Upon completion of the Montlake Phase of the West End
 project, the department shall sell or transfer that portion of the
 property not necessary for transportation purposes, and shall

initiate a process to convey or transfer such portion of the surplus
 property to a subsequent owner.

3 (b) Of the amounts provided in this subsection, \$1,100,000 of the 4 state route number 520 corridor account—state appropriation is 5 provided solely for noise mitigation activities.

(15) \$24,000 of the motor vehicle account—state appropriation and 6 \$304,000 of the motor vehicle account—federal appropriation are 7 8 provided solely for the SR 900 Safety Improvements project 9 (L2021118). The department must: (a) Work in collaboration with King Skyway coalition to 10 county and the align community assets, transportation infrastructure needs, and initial design for safety 11 improvements along state route number 900; and (b) work with the 12 Skyway coalition to lead community planning engagement and active 13 14 transportation activities.

account—federal 15 (16)\$17,500,000 of the motor vehicle appropriation is provided solely for a federal fund exchange pilot 16 program. The pilot program must allow exchanges of federal surface 17 transportation block grant population funding and state funds at an 18 19 exchange rate of 95 cents in state funds per \$1.00 in federal funds. 20 The projects receiving the exchanged federal funds must adhere to all 21 federal requirements, including the applicable disadvantaged business 22 enterprise goals. The entirety of the appropriation in this 23 subsection must be held in unallotted status until surface transportation block grant population funding has been offered to the 24 25 state, and the department determines that a federalized project or 26 projects funded in this section is eligible to spend the surface transportation block grant population funding. \$7,125,000 from 27 28 existing state appropriations identified elsewhere within this 29 section are available to be used as part of the exchange. Upon 30 determination that a project or projects funded in this section is eligible to spend the offered surface transportation block grant 31 32 population funding, state funds appropriated in this section for the 33 eligible state project or projects in an amount equal to 100 percent of the offered surface transportation block grant population funding 34 35 must be placed in unallotted status. The legislature intends to 36 evaluate utilization and efficacy of this program, and if 37 underutilized, the program is intended to not continue into future biennia. 38

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1 (17) \$5,030,000 of the multimodal transportation account-state 2 appropriation and \$1,842,000 of the multimodal transportation account 3 -federal appropriation are provided solely for the department to 4 develop and implement a technology-based truck parking availability 5 system along the Interstate 5 corridor in partnership with Oregon state and California state to maximize utilization of existing truck 6 7 parking capacity and deliver real-time parking availability information to truck drivers (L1000375). The department may use a 8 portion of the appropriation in this subsection for grant proposal 9 development and as state match funding for technology-based truck 10 11 parking availability system federal grant applications. The 12 department must update the transportation committees of the 13 legislature on agency activities and their status by December 1, 14 2026.

(18) \$25,000,000 of the connecting Washington account—state appropriation is provided solely for project design continuation (PDCOSTS). If chapter . . ., Laws of 2025 (Substitute Senate Bill No. 5160) is enacted by June 30, 2025, the amount provided in this subsection lapses.

(19) The legislature intends to evaluate the state's approach to estimating capital project costs and risks, and to explore pooling risk. The department must present to the joint transportation committee on its cost estimating policies and considerations for creating a project risk pool before the 2026 legislative session.

25 <u>NEW SECTION.</u> Sec. 306. FOR THE DEPARTMENT OF TRANSPORTATION-

26 **PRESERVATION**—**PROGRAM P**

27	Move Ahead WA Account—State Appropriation \$154,883,000
28	Recreational Vehicle Account—State Appropriation \$751,000
29	Motor Vehicle Account—State Appropriation \$62,975,000
30	Motor Vehicle Account—Federal Appropriation \$600,864,000
31	Motor Vehicle Account—Private/Local Appropriation \$7,935,000
32	Connecting Washington Account—State Appropriation \$41,159,000
33	State Route Number 520 Corridor Account—State
34	Appropriation
35	Tacoma Narrows Toll Bridge Account—State
36	Appropriation
37	Alaskan Way Viaduct Replacement Project Account—
38	State Appropriation

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1 Interstate 405 and State Route Number 167 Express

Toll Lanes Account—State Appropriation. \$9,648,000
Transportation Partnership Account—State
Appropriation. \$10,000,000

5

6

TOTAL APPROPRIATION. \$903,386,000 The appropriations in this section are subject to the following

7 conditions and limitations:

8 (1) Except as provided otherwise in this section, the entire motor vehicle account-state appropriation and motor vehicle account-9 federal appropriation are provided solely for the projects and 10 11 activities listed in LEAP Transportation Document 2025-2 ALL PROJECTS 12 as developed March 24, 2025, Program - Highway Preservation Program (P). Any federal funds gained through efficiencies, adjustments to 13 14 the federal funds forecast, or the federal funds redistribution 15 process must then be applied to highway and bridge preservation 16 activities.

17 (2) Within the motor vehicle account—state appropriation and 18 motor vehicle account—federal appropriation, the department may 19 transfer appropriation authority between programs I and P, except for 20 appropriation authority that is otherwise restricted in this act, as 21 follows:

(a) Ten days prior to any transfer, the department must submit its request to the office of financial management and the transportation committees of the legislature and consider any concerns raised.

(b) The director of the office of financial management must first
 provide written authorization for such transfer to the department and
 the transportation committees of the legislature.

(c) The department shall submit a report on appropriation authority transferred in the prior fiscal year using this subsection as part of the department's annual budget submittal.

(3) \$6,000,000 of the motor vehicle account—state appropriation 32 is provided solely for extraordinary costs incurred from litigation 33 awards, settlements, or dispute mitigation activities not eligible 34 35 for funding from the self-insurance fund (L2000290). The amount provided in this subsection must be held in unallotted status until 36 the department submits a request to the office of financial 37 management that includes documentation detailing litigation-related 38 39 expenses. The office of financial management may release the funds

only when it determines that all other funds designated for
 litigation awards, settlements, and dispute mitigation activities
 have been exhausted.

4 (4) Within the connecting Washington account—state appropriation, 5 the department may transfer funds from Highway System Preservation 6 (L1100071) to other preservation projects listed in the LEAP 7 transportation document identified in subsection (1) of this section, 8 if it is determined necessary for completion of these high priority 9 preservation projects. The department's next budget submittal after 10 using this subsection must appropriately reflect the transfer.

(5) The legislature continues to prioritize the replacement of 11 12 the state's aging infrastructure and recognizes the importance of 13 reusing and recycling construction aggregate and recycled concrete materials in our transportation system. To accomplish Washington 14 15 state's sustainability goals in transportation and in accordance with RCW 70A.205.700, the legislature reaffirms its determination that 16 17 recycled concrete aggregate and other transportation building 18 materials are natural resource construction materials that are too 19 valuable to be wasted and landfilled, and are a commodity as defined in WAC 173-350-100. 20

(6) The appropriations in this section include funding for starting planning, engineering, and construction of the Elwha River bridge replacement. To the greatest extent practicable, the department shall maintain public access on the existing route.

25 \$17,500,000 of the motor vehicle account-federal (7) appropriation is provided solely for a federal fund exchange pilot 26 27 program. The pilot program must allow exchanges of federal surface 28 transportation block grant population funding and state funds at an exchange rate of 95 cents in state funds per \$1.00 in federal funds. 29 30 The projects receiving the exchanged federal funds must adhere to all federal requirements, including the applicable disadvantaged business 31 enterprise goals. The entirety of the appropriation in this 32 33 subsection must be held in unallotted status until surface 34 transportation block grant population funding has been offered to the state and the department determines that a federalized project or 35 36 projects funded in this section is eligible to spend the surface 37 transportation block grant population funding. \$7,125,000 from 38 existing state appropriations identified elsewhere within this section are available to be used as part of the exchange. Upon 39 determination that a project or projects funded in this section is 40 Code Rev/AI:eab 60 S-2400.2/25 2nd draft 1 eligible to spend the offered surface transportation block grant population funding, state funds appropriated in this section for the 2 eligible state project or projects in an amount equal to 100 percent 3 of the offered surface transportation block grant population funding 4 must be placed in unallotted status. The legislature intends to 5 6 evaluate utilization and efficacy of this program, and if 7 underutilized, the program is intended to not continue into future 8 biennia.

9 (8) The appropriations in this section include funding for the 10 following projects:

11

(a) SR 525 Bridge Replacement - Mukilteo;

12 (b) SR 4/Abernathy Creek Br - Replace Bridge;

13 (c) SR 155/Omak Bridge Rehabilitation;

14 (d) SR 243 Pavement Preservation and Shoulder Rebuild; and

15

(e) SR 104/Port Angeles Graving Dock Settlement and Remediation.

16 (9) As part of its 2026 supplemental budget submittal, the 17 department must provide a map of preservation projects that it 18 expects to fund over the following six fiscal years based on the 19 funding levels shown in this act and based on the funding levels 20 requested in its 2026 supplemental budget submittal.

(10) The department may not proceed with construction of the US 195/Colfax North Fork Palouse River - Replace Bridges project during the 2025-2027 fiscal biennium. The legislature intends for the project to be delayed until the 2029-2031 fiscal biennium.

25 <u>NEW SECTION.</u> Sec. 307. FOR THE DEPARTMENT OF TRANSPORTATION—
 26 TRANSPORTATION OPERATIONS—PROGRAM Q—CAPITAL

The appropriations in this section are subject to the following conditions and limitations: \$5,621,000 of the motor vehicle account state appropriation, \$6,500,000 of the motor vehicle account—federal appropriation, and \$635,000 of the motor vehicle account—private/ local appropriation are provided solely for Programmatic Investment for Traffic Operations Capital projects (000005Q). By December 15th of each odd-numbered year, the department shall provide a report to

1 the legislature listing all traffic operations capital project 2 investments completed in the prior fiscal biennium.

3 <u>NEW SECTION.</u> Sec. 308. FOR THE DEPARTMENT OF TRANSPORTATION—
 4 PUBLIC TRANSPORTATION—PROGRAM V—CAPITAL

Carbon Emissions Reduction Account—State Appropriation. \$190,031,000
Multimodal Transportation Account—State Appropriation. \$24,801,000
Regional Mobility Grant Program Account—State

 8
 Appropriation.
 \$135,229,000

 9
 TOTAL APPROPRIATION.
 \$350,061,000

10 The appropriations in this section are subject to the following 11 conditions and limitations:

(1) Except as provided otherwise in this section, the entire appropriations in this section are provided solely for the projects and activities as listed by project and amount in LEAP Transportation Document 2025-2 ALL PROJECTS as developed March 24, 2025, Program -Public Transportation Program (V).

(2)(a) \$135,229,000 of the regional mobility grant program 17 account—state appropriation is provided solely for regional mobility 18 grant projects. Of the amounts provided in this 19 subsection, \$58,447,000 is for the reappropriation of amounts provided for this 20 purpose in the 2023-2025 fiscal biennium. The department shall review 21 all projects receiving grant awards under this program at least 22 semiannually to determine whether the projects are making 23 24 satisfactory progress. Any project that has been awarded funds, but 25 does not report activity on the project within one year of the grant award, must be reviewed by the department to determine whether the 26 27 grant should be terminated. The department shall promptly close out grants when projects have been completed, and any remaining funds 28 must be used only to fund projects identified in the LEAP 29 30 transportation document referenced in this section. The department 31 shall provide annual status reports on December 15, 2025, and December 15, 2026, to the office of financial management and the 32 transportation committees of the legislature regarding the projects 33 receiving the grants. A grantee may not receive more than 25 percent 34 35 of the amount appropriated in this subsection unless all other funding is awarded. Additionally, when allocating funding for the 36 2027-2029 fiscal biennium, no more than 30 percent of the total grant 37

1 program may directly benefit or support one grantee unless all other 2 funding is awarded.

3 (b) To be eligible to receive a grant under (a) of this 4 subsection during the 2027-2029 fiscal biennium, a transit agency 5 must establish a process for private transportation providers to 6 apply for the use of park and ride facilities.

7

(c) For purposes of this subsection:

"Private transportation provider" 8 (i) means an auto transportation company regulated under chapter 81.68 RCW; a passenger 9 charter carrier regulated under chapter 81.70 RCW, except marked or 10 11 unmarked stretch limousines and stretch sport utility vehicles as 12 defined under department of licensing rules; a private nonprofit transportation provider regulated under chapter 81.66 RCW; or a 13 private employer transportation service provider; and 14

(ii) "Private employer transportation service" means regularly scheduled, fixed-route transportation service that is offered by an employer for the benefit of its employees.

(d) During the 2025-2027 fiscal biennium, the department shall consider applications submitted by regional transportation planning organizations and metropolitan planning organizations for the regional mobility grant program funding in the 2027-2029 fiscal biennium.

23 are realized from the underspending (e) If savings or cancellation of projects appropriated in this section, the department 24 25 may advance any project or projects listed in the "2025-2027 Regional 26 Mobility Grant Program Prioritized Project" list. The funding of any project or projects chosen to be advanced is subject to approval by 27 the office of financial management and the transportation committees 28 29 of the legislature.

(3) \$11,635,000 of the carbon emissions reduction account-state 30 appropriation is provided solely for move ahead WA tribal transit 31 32 grant projects. Of the amounts provided in this subsection, \$1,635,000 is for the reappropriation of amounts provided for this 33 purpose in the 2023-2025 fiscal biennium. \$100,000 of the amount 34 35 provided in this subsection may be used for program administration 36 and staffing. By December 1, 2026, the department must submit a 37 prioritized list to the office of financial management and the transportation committees of the legislature of new projects totaling 38 39 no more than \$5,762,000.

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1 (4) \$7,758,000 of the carbon emissions reduction account—state 2 appropriation is reappropriated and provided solely for additional 3 bus and bus facility projects. Of the amounts provided in this 4 subsection, \$1,467,000 is for Kitsap Transit for inductive charging 5 units for transit centers (BU232506), \$1,891,000 is for Twin Transit 6 for zero-emission vehicle acquisition (BU232505), and \$4,400,000 is 7 for C-TRAN for Highway 99 BRT hydrogen fuel cell buses (BU232507).

8 (5) \$11,800,000 of the carbon emissions reduction account—state 9 appropriation is reappropriated and provided solely for the following 10 projects:

11 (a) Base Refurbish & Expansion for Growth/Columbia County Public 12 Transportation (L4000182);

13

(b) Kitsap Transit: Design & Shore Power (G2000115);

14

(c) Pierce Transit - Meridian (L2021197); and

15 (d) King County Metro South Annex Base - Electrification Elements16 (L4000174).

17 (6) \$7,442,000 of the carbon emissions reduction account—state appropriation is reappropriated and provided solely for additional 18 19 green transportation capital projects. Of the amounts provided in this subsection, \$1,000,000 is for the Jefferson Transit - Electric 20 Bus Replacement project (GT23250A), \$1,023,000 is for the Pacific 21 Transit - Electrification of the Paratransit Fleet project 22 (GT23250C), \$3,795,000 is for the C-TRAN - Hydrogen Fueling Station 23 24 Infrastructure project (GT23250D), and \$1,623,000 is for the Island Transit - Fleet Expansion project (GT23250E). 25

26 <u>NEW SECTION.</u> Sec. 309. FOR THE DEPARTMENT OF TRANSPORTATION— 27 WASHINGTON STATE FERRIES CONSTRUCTION—PROGRAM W

28 Carbon Emissions Reduction Account—State

29	Appropriation
30	Move Ahead WA Account—State Appropriation \$47,529,000
31	Puget Sound Capital Construction Account—State
32	Appropriation
33	Puget Sound Capital Construction Account—Federal
34	Appropriation
35	Transportation Partnership Account—State
36	Appropriation
37	Connecting Washington Account—State Appropriation \$8,424,000
38	Capital Vessel Replacement Account—State

 1
 Appropriation.
 \$80,000,000

 2
 TOTAL APPROPRIATION.
 \$846,572,000

3 The appropriations in this section are subject to the following 4 conditions and limitations:

5 (1) Except as provided otherwise in this section, the entire 6 appropriations in this section are provided solely for the projects 7 and activities as listed in LEAP Transportation Document 2025-2 ALL 8 PROJECTS as developed March 24, 2025, Program - Washington State 9 Ferries Capital Program (W).

10 (2) \$5,000,000 of the Puget Sound capital construction account— 11 state appropriation is provided solely for emergency capital repair 12 costs (999910K). Funds may only be spent after approval by the office 13 of financial management.

14 (3) The legislature intends to align funding of vessel 15 conversions (L1000339) pursuant to decisions and negotiation outcomes 16 of the governor and relevant parties.

17 (4) The legislature intends to reassess funding for Bainbridge
18 Island terminal electrification based on progression of the
19 electrification program and future recommendations of the department.

(5) The appropriations in this section include savings assumed under section 719 of this act. By October 15, 2026, Washington state ferries must report to the transportation committees of the legislature and the office of financial management any estimated savings, efficiencies realized, and recommendations for further improvements.

(6) \$6,000,000 of the Puget Sound capital construction account state appropriation is provided solely for modernization of the ticketing and reservation system (990052C). The department must prioritize integration of ORCA payment, Good to Go! payment, and mobile payment platforms into the new system at the earliest possible phase.

The department may, subject to the conditions in this 32 (7) subsection, enter into one or more financing contracts pursuant to 33 39.94 RCW through the state treasurer's lease-purchase 34 chapter program for the purpose of securing hybrid electric vessels for the 35 36 Washington state ferry system. The department may use funds 37 appropriated for the hybrid vessel procurement program (L2021073), for not more than the principal amounts necessary, plus financing 38 expenses and required reserves if any. Expenditures made by the 39

department for the indicated purposes before the issuance date of the authorized financing contract and any certificates of participation in the financing contract may be reimbursed from proceeds of the financing contract and any certificates of participation in the financing contract to the extent provided in the department's financing plan approved by the state finance committee.

NEW SECTION. Sec. 310. FOR THE DEPARTMENT OF TRANSPORTATION— 8 RAIL—PROGRAM Y—CAPITAL

9	Carbon Emissions Reduction Account—State
10	Appropriation
11	Essential Rail Assistance Account—State
12	Appropriation
13	Motor Vehicle Account—State Appropriation \$316,000
14	Motor Vehicle Fund—Private/Local Appropriation \$326,000
15	Move Ahead WA Flexible Account—State Appropriation \$18,731,000
16	Transportation Infrastructure Account—State
17	Appropriation
18	Multimodal Transportation Account—State
19	Appropriation
20	Multimodal Transportation Account—Federal
21	Appropriation
22	TOTAL APPROPRIATION

The appropriations in this section are subject to the following conditions and limitations:

(1) Except as provided otherwise in this section, the entire appropriations in this section are provided solely for the projects and activities as listed by project and amount in LEAP Transportation Document 2025-2 ALL PROJECTS as developed March 24, 2025, Program -Rail Program (Y).

30 (2) \$1,500,000 of the transportation infrastructure account—state 31 appropriation is provided solely for new low-interest loans approved 32 by the department through the freight rail investment bank (FRIB) 33 program identified in the LEAP transportation document referenced in 34 subsection (1) of this section.

35 (3) \$6,899,000 of the multimodal transportation account—state 36 appropriation is provided solely for new statewide emergent freight 37 rail assistance projects identified in the LEAP transportation 38 document referenced in subsection (1) of this section.

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1 (4) \$10,000,000 of the carbon emissions reduction account—state 2 appropriation is provided solely for state match contributions for 3 the federal corridor identification program for a new ultra high-4 speed ground transportation corridor (L2021074). The department must 5 provide periodic grant application updates to the transportation 6 committees of the legislature.

7 (5) It is the intent of the legislature that \$2,400,000 of carbon 8 emissions reduction account—state funds be added to the 2025-2027 9 fiscal biennium for Tacoma Rail Zero-Emission Locomotives and 10 Charging (L1000327) and the LEAP transportation document referenced 11 in subsection (1) of this section be updated accordingly. This change 12 reflects updated spending and does not affect total project cost.

13 <u>NEW SECTION.</u> Sec. 311. FOR THE DEPARTMENT OF TRANSPORTATION— 14 LOCAL PROGRAMS—PROGRAM Z—CAPITAL

15 Carbon Emissions Reduction Account-State 16 17 Freight Mobility Investment Account—State 18 19 Freight Mobility Multimodal Account—State 20 21 Highway Infrastructure Account—State Appropriation. . . \$1,152,000 22 Highway Infrastructure Account—Federal Appropriation 23 24 Move Ahead WA Account-State Appropriation. \$235,080,000 25 Move Ahead WA Flexible Account-State Appropriation. . . \$49,500,000 26 Motor Vehicle Account—State Appropriation. \$38,300,000 27 Motor Vehicle Account—Federal Appropriation. \$106,461,000 28 Motor Vehicle Account—Private/Local Appropriation. . . . \$75,000,000 Connecting Washington Account—State Appropriation. . . . \$131,252,000 29 30 Multimodal Transportation Account—State 31 32 33 The appropriations in this section are subject to the following 34 conditions and limitations: 35 (1) Except as provided otherwise in this section, the entire

36 appropriations in this section are provided solely for the projects 37 and activities as listed by project and amount in LEAP Transportation

Document 2025-2 ALL PROJECTS as developed March 24, 2025, Program Local Programs Program (Z).

3 (2) The amounts identified in the LEAP transportation document 4 referenced under subsection (1) of this section for pedestrian 5 safety/safe routes to school are as follows:

6 (a) \$38,380,000 of the multimodal transportation account—state 7 appropriation and \$43,372,000 of the carbon emissions reduction 8 account—state appropriation are provided solely for pedestrian and 9 bicycle safety program projects (L2000188 and L1000335). Of the 10 amount of climate active transportation account funds appropriated in 11 this subsection, up to one percent may be used for program 12 administration and staffing.

13 (b) \$16,933,000 of the motor vehicle account—federal appropriation, \$53,139,000 of the carbon emissions reduction account-14 15 state appropriation, and \$13,321,000 of the multimodal transportation account-state appropriation are provided solely for safe routes to 16 17 school projects (L2000189 and L1000334). Of the amount of climate active transportation account funds appropriated in this subsection, 18 up to one percent may be used for program administration and 19 staffing. 20

(c) For future rounds of grant selection, the department must reevaluate the criteria to increase geographic diversity of jurisdictions consistent with the requirements of the healthy environment for all (HEAL) act.

(3) The department shall submit a report to the transportation committees of the legislature by December 1, 2025, and December 1, 2026, on the status of projects funded as part of the pedestrian safety/safe routes to school grant program and the Sandy Williams connecting communities grant program.

(4) \$22,000,000 of the motor vehicle account—state appropriation 30 is provided solely for a federal fund exchange pilot program. The 31 pilot program will allow exchanges of federal surface transportation 32 33 block grant population funding and state funds at an exchange rate of 95 cents in state funds per \$1.00 in federal funds. The entirety of 34 the appropriation in this subsection must be held in unallotted 35 status until: Surface transportation block grant population funding 36 has been offered to the state, the department determines that a 37 38 federalized project or projects funded in section 305 or 306 of this act, is eligible to spend the surface transportation block grant 39

1 population funding, and state funds appropriated in section 305 or 306 of this act, for the eligible state project or projects in an 2 amount equal to 100 percent of the offered surface transportation 3 block grant population funding have been placed in unallotted status. 4 A report on the effectiveness of the exchange program, the total 5 6 estimated cost of program administration, and recommendations for 7 continuing the pilot program is due to the governor and transportation committees of the legislature by December 1, 2026. The 8 department may issue additional calls for projects with any remaining 9 funds provided in this subsection. The legislature intends 10 to 11 evaluate utilization and efficacy of this program, if and 12 underutilized, the program is intended not to continue into future biennia. 13

(5) \$33,200,000 of the carbon emissions reduction account—state 14 appropriation is provided solely for the Sandy Williams connecting 15 communities pilot program (L1000308) to deliver projects to reconnect 16 17 communities that have been bifurcated by state highways. Priority 18 historically marginalized or overburdened must be qiven to communities. The department may consult with the Cooper Jones active 19 transportation safety council to identify geographic locations where 20 21 there are high incidences of serious injuries and fatalities of 22 active transportation users among vulnerable populations.

23 (6) \$500,000 of the multimodal transportation account-state appropriation is provided solely for the department to award grants 24 25 to local jurisdictions to implement network-wide traffic conflict screening programs using video analytics in controlled intersections 26 with a disproportionate number of traffic violations and injuries to 27 28 active transportation users (L2021149). Grants must be awarded 29 proportionally across the state and include controlled intersections in both urban and rural environments and along state highways and 30 county roads. Grant recipients must report back to the department all 31 32 traffic violation and active transportation facility data acquired 33 during the grant period and provide the department with appropriate 34 next steps for the state and the local jurisdiction to improve traffic safety for active transportation users in such intersections. 35 36 The department must report such findings and recommendations to the transportation committees of the legislature by December 1, 2025. 37

38 (7)(a) \$10,568,000 of the carbon emissions reduction account—
 39 state appropriation is provided solely for the department to continue

1 providing rebates to qualifying persons who purchase e-bikes and 2 qualifying equipment and services from a qualifying retailer in 3 accordance with rebate program qualification, application, retailer, 4 and reimbursement requirements under section 310(16)(a), chapter 472, 5 Laws of 2023. Of this amount, \$4,000,000 is for rebate amounts as 6 described under (a)(i) of this subsection and \$3,000,000 is for 7 rebate amounts as described under (a)(ii) of this subsection.

8 (i) For persons who are at least 16 years of age and reside in 9 households with incomes at or below 80 percent of the county area 10 median income, the amount of the rebate is up to \$1,200 on the sale 11 of an e-bike and any qualifying equipment and services.

12 (ii) For all other persons who are at least 16 years of age, the 13 amount of the rebate is up to \$300 on the sale of an e-bike and any 14 qualifying equipment and services.

15 (b) Of the amounts provided in this subsection (7), \$3,568,000 of 16 the carbon emissions reduction account—state appropriation is 17 provided solely for the department to continue its e-bike lending 18 library and ownership grant program in accordance with program 19 requirements under section 310(16)(b), chapter 472, Laws of 2023.

20 (c) The department may not collect more than five percent of 21 appropriated amounts to administer the programs under (a) and (b) of 22 this subsection.

(8) The entire freight mobility investment account—state appropriation and the entire freight mobility multimodal account state appropriation are provided solely for freight mobility strategic investment board projects listed in the LEAP transportation document referenced in subsection (1) of this section.

(9) \$2,000,000 of the move ahead WA flexible account—state 28 29 appropriation is provided solely for bicycle and pedestrian 30 improvements for cities hosting 2026 World Cup activities. Of the amount provided in this subsection, \$1,000,000 is for the city of 31 32 Seattle, and up to \$110,000 is for each of the nine cities across 33 Washington hosting fan zones. Funding must be used for temporary or permanent improvements or strategies that will improve bicycle and 34 35 pedestrian access, pedestrian and bicycle safety, and active 36 transportation utilization of streets near or connecting to areas where large groups of people will gather for World Cup festivities. 37 38 Local agencies must submit plans to the department for review by

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December 1, 2025, and all improvements must be implemented by June 1,
 2026.

3 (10) It is the intent of the legislature that \$1,418,000 of the 4 freight mobility investment account—state appropriation and 5 \$1,200,000 of the freight mobility multimodal account—state 6 appropriation be added to Port of Tacoma Rd Interchange (3LP138F) and 7 the LEAP transportation document referenced in subsection (1) of this 8 section be updated accordingly.

9 (11) \$70,000,000 of the move ahead WA account—state appropriation 10 is provided solely for the Confluence Parkway Infra Match project 11 (L2021180). The legislature intends for \$10,000,000 of move ahead WA 12 account—state funds to be provided for the project in the 2027-2029 13 fiscal biennium and for the LEAP transportation document referenced 14 in subsection (1) of this section to be updated accordingly.

15 (12) The legislature intends that the title of SR 520 & 148th 16 Avenue NE Bicycle/Pedestrian Crossing (L2021047) be updated to 17 Overlake Area Bicycle/Pedestrian Improvements, the scope be modified 18 to account for multimodal and access improvements in the Overlake 19 area, and that the LEAP transportation document referenced in 20 subsection (1) of this section be updated accordingly.

21 <u>NEW SECTION.</u> Sec. 312. ANNUAL REPORTING REQUIREMENTS FOR 22 CAPITAL PROGRAM

As part of its annual budget submittal, the department of transportation shall provide an update to the report provided to the legislature in the prior fiscal year in a manner consistent with past practices as specified in section 312, chapter 333, Laws of 2021.

27 <u>NEW SECTION.</u> Sec. 313. QUARTERLY REPORTING REQUIREMENTS FOR 28 CAPITAL PROGRAM

On a quarterly basis, the department of transportation shall provide to the office of financial management and the legislative transportation committees a report for all capital projects in a manner consistent with past practices as specified in section 313, chapter 186, Laws of 2022.

34 <u>NEW SECTION.</u> Sec. 314. NOTIFICATION REQUIREMENTS FOR PAUSES AND 35 CANCELLATIONS

1 (1) The department of transportation shall notify the 2 transportation committees of the legislature when it intends to pause 3 for a significant length of time or not proceed with operating items 4 or capital projects included as budget provisos or on project lists. 5 When feasible, this notification shall be provided prior to the pause 6 or cancellation and at least seven days in advance of any public 7 announcement related to such a pause or cancellation.

8 (2) At the time of notification, the department shall provide an 9 explanation for the reason or reasons for the pause or cancellation 10 for each operating budget item and capital project. The explanation 11 shall include specific reasons for each pause or cancellation, in 12 addition to a statement of the broad rationale for the pause or 13 cancellation.

14 (3) When feasible, the department shall make best efforts to keep 15 the transportation committees of the legislature informed of an 16 evaluation process underway for selecting operating budget items and 17 capital projects to be paused or canceled, providing updates as its 18 selection efforts proceed.

19 (4) When exigent circumstances prevent prior notice of a pause or 20 cancellation from being provided to the transportation committees of 21 the legislature, the department shall provide the information 22 required under this section to the transportation committees of the 23 legislature as soon as is practicable.

24 <u>NEW SECTION.</u> Sec. 315. FOR THE WASHINGTON STATE DEPARTMENT OF 25 TRANSPORTATION—FUNDS MANAGEMENT

As part of the department's 2026 supplemental and 2027-2029 biennial budget requests, the department shall also report on:

28 (1) The federal grant programs it has applied for; and

(2) The federal competitive grant programs it could have appliedfor but did not and the reason or reasons it did not apply.

(End of part)

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TRANSFERS AND DISTRIBUTIONS

2	NEW SECTION. Sec. 401. FOR THE STATE TREASURER-BOND RETIREMENT
3	AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR
4	BOND SALES DISCOUNTS AND DEBT TO BE PAID BY MOTOR VEHICLE ACCOUNT AND
5	TRANSPORTATION FUND REVENUE
6	Transportation Partnership Account—State
7	Appropriation
8	Connecting Washington Account—State Appropriation \$14,273,000
9	Special Category C Account—State Appropriation \$644,000
10	Puget Sound Gateway Facility Account—State
11	Appropriation
12	Highway Bond Retirement Account—State Appropriation \$1,584,812,000
13	Transportation Improvement Board Bond Retirement
14	Account—State Appropriation
15	Nondebt-Limit Reimbursable Bond Retirement Account—
16	State Appropriation
17	Toll Facility Bond Retirement Account—State
18	Appropriation
19	Interstate 405 and State Route Number 167 Express
20	Toll Lanes Account—State Appropriation \$1,877,000
21	TOTAL APPROPRIATION
22	NEW SECTION. Sec. 402. FOR THE STATE TREASURER-BOND RETIREMENT
23	AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR
24	DEBT TO BE PAID BY STATUTORILY PRESCRIBED REVENUE
25	Toll Facility Bond Retirement Account—State
26	Appropriation
27	NEW SECTION. Sec. 403. FOR THE STATE TREASURER-BOND RETIREMENT
28	AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR
29	BOND SALE EXPENSES AND FISCAL AGENT CHARGES
30	Transportation Partnership Account—State
31	Appropriation
32	Connecting Washington Account—State Appropriation \$2,854,000
33	Puget Sound Gateway Facility Account—State
34	Appropriation
35	Interstate 405 and State Route Number 167 Express
36	Toll Lanes Account—State Appropriation \$375,000
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2	NEW SECTION. Sec. 404. FOR THE STATE TREASURER-STATE REVENUES
3	FOR DISTRIBUTION
4	Motor Vehicle Account—State Appropriation: For motor
5	vehicle fuel tax statutory distributions to
6	cities and counties
7	Multimodal Transportation Account—State
8	Appropriation: For distribution to cities and
9	counties
10	Motor Vehicle Account—State Appropriation: For
11	distribution to cities and counties \$23,438,000
12	TOTAL APPROPRIATION \$494,084,000
13	NEW SECTION. Sec. 405. FOR THE STATE TREASURER-TRANSFERS
14	Motor Vehicle Account—State Appropriation: For motor
15	vehicle fuel tax refunds and statutory
16	transfers
17	NEW SECTION. Sec. 406. FOR THE DEPARTMENT OF LICENSING-
18	TRANSFERS
19	Motor Vehicle Account—State Appropriation: For motor
20	vehicle fuel tax refunds and transfers \$206,302,000
21	NEW SECTION. Sec. 407. FOR THE STATE TREASURER-ADMINISTRATIVE
22	TRANSFERS
23	(1) (a) Transportation Partnership Account—State
24	Appropriation: For transfer to the Move Ahead WA
25	Account—State
26	(b) The amount transferred in this subsection represents proceeds
27	from the sale of bonds authorized in RCW 47.10.873. Transfers under
28	this subsection are deemed for projects or improvements identified as
29	transportation partnership projects or improvements for purposes of
30	RCW 47.10.873. Appropriations in the amount of this transfer are made
31	in this act to reflect proceeds from the sale of bonds authorized in
32	RCW 47.10.873.
33	(2) Transportation Partnership
34	Account—State Appropriation: For transfer to the
35	Tacoma Narrows Toll Bridge Account—State \$4,436,000

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1 (3) Transportation Partnership 2 Account—State Appropriation: For transfer to the 3 4 (4) (a) Connecting Washington Account—State 5 Appropriation: For transfer to the Move Ahead WA 6 7 (b) The amount transferred in this subsection represents proceeds from the sale of bonds authorized in RCW 47.10.889. Transfers under 8 this subsection are deemed for projects or improvements identified as 9 10 connecting Washington projects or improvements for purposes of RCW 11 47.10.889. Appropriations in the amount of this transfer are made in 12 this act to reflect proceeds from the sale of bonds authorized in RCW 13 47.10.889. 14 (5) Move Ahead WA Account-State Appropriation: 15 For transfer to the Puget Sound Capital Construction 16 17 (6) Move Ahead WA Account—State 18 Appropriation: For transfer to the Motor Vehicle 19 Account—State....\$55,000,000 20 (7) Move Ahead WA Account—State 21 Appropriation: For transfer to the Puget Sound Ferry 22 23 (8) Move Ahead WA Account—State Appropriation: 24 For transfer to the State Patrol Highway 25 (9) Move Ahead WA Flexible Account—State 2.6 27 Appropriation: For transfer to the Move Ahead 28 29 (10) Pilotage Account—State Appropriation: 30 For transfer to the Multimodal Transportation 31 32 (11) Transportation Infrastructure Account—State 33 Appropriation: For transfer to the 34 35 (12) Regional Mobility Grant Program Account—State 36 Appropriation: For transfer to the Multimodal Transportation Account—State....\$8,000,000 37 38 (13) Electric Vehicle Account—State Appropriation: For transfer to Move Ahead WA 39 S-2400.2/25 2nd draft Code Rev/AI:eab 75

1 2 (14) Special Category C Account—State 3 Appropriation: For transfer to the 4 5 (15) (a) Alaskan Way Viaduct Replacement Project Account—State Appropriation: For transfer to the 6 7 Transportation Partnership Account—State. \$22,896,000 The amount transferred in this subsection represents 8 (b) 9 repayment of debt service incurred for the construction of the SR 99/ 10 Alaskan Way Viaduct Replacement project (809936Z). 11 (16) Transportation 2003 Account (Nickel Account)-State 12 Appropriation: For transfer to the 13 14 (17) Multiuse Roadway Safety Account—State 15 Appropriation: For transfer to the Motor 16 17 (18) Highway Safety Account—State Appropriation: For transfer to the State Patrol Highway 18 19 Account—State....\$48,000,000 (19) Motor Vehicle Account—State Appropriation: 20 21 For transfer to the County Arterial Preservation 22 23 (20) Motor Vehicle Account—State Appropriation: 24 For transfer to the Freight Mobility Investment 25 26 (21) Motor Vehicle Account—State 27 Appropriation: For transfer to the Rural Arterial 28 29 (22) Motor Vehicle Account—State 30 Appropriation: For transfer to the Transportation 31 32 (23) Puget Sound Ferry Operations Account—State 33 Appropriation: For transfer to the Puget Sound Capital 34 (24) State Route Number 520 Civil Penalties 35 36 Account-State Appropriation: For transfer to the Motor 37 38 (25) State Route Number 520 Civil Penalties

1	Account—State Appropriation: For transfer to the
2	State Route Number 520 Corridor Account—State \$1,752,000
3	(26) Multimodal Transportation Account—State
4	Appropriation: For transfer to the Move Ahead WA
5	Account—State\$18,000,000
6	(27) Multimodal Transportation Account—State
7	Appropriation: For transfer to the Move Ahead WA
8	Flexible Account—State
9	(28) Multimodal Transportation Account—State
10	Appropriation: For transfer to the Puget Sound
11	Ferry Operations Account—State
12	(29) Multimodal Transportation Account—State
13	Appropriation: For transfer to the Complete Streets
14	Grant Program Account—State
15	(30) Multimodal Transportation Account—State
16	Appropriation: For transfer to the Freight Mobility
17	Multimodal Account—State
18	(31) Multimodal Transportation Account—State
19	Appropriation: For transfer to the Puget Sound Capital
20	Construction Account—State
21	(32) Multimodal Transportation Account—State
22	Appropriation: For transfer to the Regional Mobility
23	Grant Program Account—State
24	(33) Multimodal Transportation Account—State
25	Appropriation: For transfer to the Rural Mobility
26	Grant Program Account—State
27	(34) Multimodal Transportation Account—State
28	Appropriation: For transfer to the State Patrol
29	Highway Account—State
30	(35) Carbon Emissions Reduction Account—State
31	Appropriation: For transfer to the Puget Sound Ferry
32	Operations Account—State
33	(36)(a) General Fund Account—State
34	Appropriation: For transfer to the State Patrol Highway
35	Account—State
36	(b) The state treasurer shall transfer the funds under this
37	subsection only after receiving notification from the Washington
38	state patrol under section 207 of this act.

(End of part)

COMPENSATION

Sec. 501. COLLECTIVE BARGAINING AGREEMENTS NOT 2 NEW SECTION. 3 IMPAIRED Nothing in this act prohibits the expenditure of any funds by an 4 5 agency or institution of the state for benefits guaranteed by any collective bargaining agreement in effect on the effective date of 6 this section. 7 NEW SECTION. Sec. 502. COLLECTIVE BARGAINING AGREEMENTS 8 (1) In accordance with chapters 41.80, 41.56, and 47.64 RCW, 9 agreements have been reached between the governor and employee 10 organizations representing state employee bargaining units for the 11 12 2025-2027 fiscal biennium and funding is provided in this act for agreement with the following organizations: 13 14 (a) Washington federation of state employees, general government; 15 (b) Professional and technical engineers, local 17; (c) The coalition of unions; 16 (d) Washington state patrol troopers association; 17 (e) Washington state patrol lieutenants and captains association; 18 19 (f) Office and professional employees international union local 20 8; 21 Ferry agents, supervisors, project administrators (q) and 22 association; 23 (h) Service employees international union local 6; 24 (i) Pacific Northwest regional council of carpenters; 25 (j) Puget Sound metal trades council; 26 (k) Marine engineers' beneficial association unlicensed engine 27 room employees; (1) Marine engineers' beneficial association licensed engineer 2.8 29 officers; 30 (m) Marine engineers' beneficial association port engineers; 31 (n) Masters, mates, and pilots - mates; 32 (o) Masters, mates, and pilots - masters; 33 (p) Masters, mates, and pilots - watch center supervisors; and 34 (q) Inlandboatmen's union of the Pacific; 35 (2) Expenditures for agreements in this section may also be funded from nonappropriated accounts. If positions are funded with 36 37 lidded grants or dedicated fund sources with insufficient revenue, additional funding from other sources is not provided. 38 Code Rev/AI:eab 79 S-2400.2/25 2nd draft

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NEW SECTION. Sec. 503. COMPENSATION-INSURANCE BENEFITS

2 (1) (a) An agreement was reached for the 2025-2027 fiscal biennium 3 between the governor and the health care coalition under the provisions of chapter 41.80 RCW. Appropriations in this act for state 4 5 agencies are sufficient to implement the provisions of the 2025-2027 collective bargaining agreement. 6

7 (b) Appropriations for state agencies in this act are sufficient employees outside the coalition 8 for represented and for 9 nonrepresented state employee health benefits.

10 The appropriations for state agencies in this act for (2) benefits provided by the public employees' benefits board are subject 11 12 to conditions and limitations as provided in the omnibus operating 13 appropriations act.

14 NEW SECTION. Sec. 504. GENERAL WAGE INCREASES

15 Appropriations for state agency employee compensation in this act 16 are sufficient to provide general wage increases to state agency 17 employees and employees of institutions of higher education, who are 18 not represented or who bargain under statutory authority other than chapter 41.80 or 47.64 RCW or RCW 41.56.473 or 41.56.475, as 19 20 described in the omnibus operating appropriations act.

21 NEW SECTION. Sec. 505. COMPENSATION-PENSION CONTRIBUTIONS

22 Appropriations in this act for state agencies are adjusted to 23 reflect pension contribution rates adopted by the pension funding 24 council and the law enforcement officers' and firefighters' 25 retirement system plan 2 board and as otherwise provided in the 26 omnibus operating appropriations act.

27 NEW SECTION. Sec. 506. COMPENSATION-FURLOUGHS

28 Appropriations in this act for state agencies, including 29 institutions of higher education, are reduced for temporary 30 compensation reductions for state government employees as required 31 under chapter . . . (Senate Bill No. 5792), Laws of 2025 (state 32 employee compensation).

(End of part)

IMPLEMENTING PROVISIONS

Sec. 601. MANAGEMENT OF TRANSPORTATION FUNDS WHEN 2 NEW SECTION. THE LEGISLATURE IS NOT IN SESSION

(1) The 2005 transportation partnership projects or improvements, 4 5 2015 connecting Washington projects or improvements, and move ahead WA projects or improvements are listed in the LEAP Transportation 6 Document 2025-1 as developed March 24, 2025, which consists of a list 7 of specific projects by fund source and amount over multiple biennia. 8 Current fiscal biennium funding for each project is a line-item 9 10 appropriation, while the outer year funding allocations represent a six-year plan. The department of transportation is expected to use 11 the flexibility provided in this section to assist in the delivery 12 13 and completion of all transportation partnership account, connecting Washington account, and move ahead WA account projects on the LEAP 14 15 transportation document referenced in this subsection. For the 16 2023-2025 and 2025-2027 project appropriations, unless otherwise 17 provided in this act, the director of the office of financial management may provide written authorization for a transfer of 18 appropriation authority between projects funded with transportation 19 20 partnership account appropriations, connecting Washington account appropriations, or move ahead WA account appropriations to manage 21 22 project spending and efficiently deliver all projects the in respective program under the following conditions and limitations: 23

24 (a) Transfers may only be made within each specific fund source 25 referenced on the respective project list;

(b) Transfers from a project may not be made as a result of the 26 27 reduction of the scope of a project or be made to support increases 28 in the scope of a project;

Transfers from a project may be made 29 (C) if funds the 30 appropriated to the project are in excess of the amount needed in the 31 current fiscal biennium;

32 (d) Transfers may not occur for projects not identified on the applicable project list; 33

(e) Transfers to a project may not occur if that project is a 34 35 programmatic funding item described in broad general terms on the applicable project list without referencing a specific state route 36 37 number;

38 Transfers may not be made while the legislature is (f) in session; 39

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1 (g) Transfers to a project may not be made with funds designated 2 as attributable to practical design savings as described in RCW 3 47.01.480;

4 (h) The total amount of transfers under this section may not 5 exceed \$100,000,000;

(i) Except as otherwise provided in (k) of this subsection,
transfers made to a single project may not cumulatively total more
than \$50,000,000 per fiscal biennium, and may not total more than the
amount identified for a project within the six-year plan;

10 (j) Each transfer between projects may only occur if the director 11 of the office of financial management finds that any resulting change 12 will not hinder the completion of the projects as approved by the 13 legislature; and

(k) Transfers between projects may be made by the department of 14 transportation without the formal written approval provided under 15 16 this subsection (1), provided that the transfer amount to a single 17 project does not exceed \$250,000 or 10 percent of the total project per fiscal biennium, whichever is less. These transfers must be 18 reported quarterly to the director of the office of financial 19 management and the chairs of the house of representatives and senate 20 21 transportation committees.

22 (2) The department of transportation must submit quarterly all 23 transfers authorized under this section in the transportation executive information system. The office of financial management must 24 25 maintain a legislative baseline project list identified in the LEAP transportation documents referenced in this act, and update that 26 project list with all authorized transfers under this section, 27 including any effects to the total project budgets and schedules 28 29 beyond the current fiscal biennium.

30 (3) At the time the department submits a request to transfer 31 funds under this section, a copy of the request must be submitted to 32 the chairs and ranking members of the transportation committees of 33 the legislature.

34 (4) Before approval, the office of financial management shall 35 work with legislative staff of the house of representatives and 36 senate transportation committees to review the requested transfers in 37 a timely manner and address any concerns raised by the chairs and 38 ranking members of the transportation committees.

39 (5) No fewer than 10 days after the receipt of a project transfer 40 request, the director of the office of financial management must Code Rev/AI:eab 82 S-2400.2/25 2nd draft 1 provide written notification to the department of any decision 2 regarding project transfers, with copies submitted to the 3 transportation committees of the legislature.

4 (6) The department must submit annually as part of its budget 5 submittal a report detailing all transfers made pursuant to this 6 section, including any effects to the total project budgets and 7 schedules beyond the current fiscal biennium.

8 <u>NEW SECTION.</u> Sec. 602. BOND REIMBURSEMENT

9 To the extent that any appropriation authorizes expenditures of 10 state funds from the motor vehicle account, special category C 11 account, Tacoma Narrows toll bridge account, transportation 2003 account (nickel account), transportation partnership account, 12 transportation improvement account, Puget Sound capital construction 13 account, multimodal transportation account, state route number 520 14 15 corridor account, connecting Washington account, or other 16 transportation capital project account in the state treasury for a 17 state transportation program that is specified to be funded with 18 proceeds from the sale of bonds authorized in chapter 47.10 RCW, the legislature declares that any such expenditures made before the issue 19 20 date of the applicable transportation bonds for that state 21 transportation program are intended to be reimbursed from proceeds of 22 those transportation bonds in a maximum amount equal to the amount of such appropriation. 23

24 <u>NEW SECTION.</u> Sec. 603. BELATED CLAIMS

The agencies and institutions of the state may expend moneys appropriated in this act, upon approval of the office of financial management, for the payment of supplies and services furnished to the agency or institution in prior fiscal biennia.

29 <u>NEW SECTION.</u> Sec. 604. REAPPROPRIATIONS REPORTING

30 (1) As part of its 2026 supplemental budget submittal, the 31 department of transportation shall provide a report to the 32 legislature and the office of financial management that:

(a) Identifies, by capital project, the amount of state funding
 that has been reappropriated from the 2023-2025 fiscal biennium into
 the 2025-2027 fiscal biennium; and

1 (b) Identifies, for each project, the amount of cost savings or 2 increases in funding that have been identified as compared to the 3 2023 enacted omnibus transportation appropriations act.

4 (2) As part of the agency request for capital programs, the 5 department shall load reappropriations separately from funds that 6 were assumed to be required for the 2025-2027 fiscal biennium into 7 budgeting systems.

8 <u>NEW SECTION.</u> Sec. 605. WEBSITE REPORTING REQUIREMENTS

9 The department of transportation shall post on its website every 10 report that is due from the department to the legislature during the 11 2025-2027 fiscal biennium on one web page in a manner consistent with 12 past practices as specified in section 605, chapter 333, Laws of 13 2021.

14NEW SECTION.Sec. 606.TRANSIT, BICYCLE, AND PEDESTRIAN15ELEMENTS REPORTING

By November 15th of each year, the department of transportation must report on amounts expended to benefit transit, bicycle, or pedestrian elements within all connecting Washington projects in programs I, P, and Z identified in LEAP Transportation Document 2025-2 ALL PROJECTS as developed March 24, 2025, in a manner consistent with past practices as specified in section 602, chapter 186, Laws of 2022.

23 <u>NEW SECTION.</u> Sec. 607. PROJECT SCOPE CHANGES

(1) During the 2025-2027 fiscal biennium, while the legislature is not in session, the director of the office of financial management may approve project scope change requests to connecting Washington projects and move ahead WA projects in the highway improvements program, provided that the requests meet the criteria outlined in RCW 47.01.480 if a connecting Washington project, and are subject to the limitations in this section.

31 (2) At the time the department of transportation submits a 32 request for a project scope change under this section, a copy of the 33 request must be submitted to the transportation committees of the 34 legislature.

(3) Before approval, the office of financial management shallwork with legislative staff of the house of representatives and

1 senate transportation committees to review the requested project 2 scope changes.

3 (4) No fewer than 10 days after the receipt of a scope change 4 request, the director of the office of financial management must 5 provide written notification to the department of any decision 6 regarding project scope changes, with copies submitted to the 7 transportation committees of the legislature.

8 (5) As part of its annual budget submittal, the department of 9 transportation must report on all approved scope change requests from 10 the prior year, including a comparison of the scope before and after 11 the requested change.

12 <u>NEW SECTION.</u> Sec. 608. TOLL CREDITS

(1) The department of transportation, and any local partner on a project that may receive state funds, must indicate on any application for federal grants for eligible transportation projects, if and when possible, that toll credits may be used to fulfill state and local match requirements for any federal grant award amount.

(2) The department of transportation may provide up to \$5,000,000 18 in toll credits to Kitsap transit for its role in delivering capital 19 20 projects related to Kitsap transit public transportation services 21 including, but not limited to, ferry service. The number of toll 22 credits provided must be equal to, but no more than, the number sufficient to meet federal match requirements for grant funding for 23 24 passenger-only ferry service, but must not exceed the amount authorized in this section. 25

(End of part)

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MISCELLANEOUS 2025-2027 FISCAL BIENNIUM

NEW SECTION. Sec. 701. INFORMATION TECHNOLOGY OVERSIGHT

3 following transportation projects are subject to The the conditions, limitations, and review provided in section 701 (2) 4 through (12), chapter . . ., Laws of 2025 (Substitute Senate Bill No. 5 5167) (omnibus operating appropriations act): For the department of 6 transportation: Washington state ferries dispatch system replacement 7 and 8 Washington state ferries ticketing and reservations 9 modernization.

10 Sec. 702. RCW 36.79.020 and 1997 c 81 s 2 are each amended to 11 read as follows:

12 There is created in the motor vehicle fund the rural arterial trust account. All moneys deposited in the motor vehicle fund to be 13 14 credited to the rural arterial trust account shall be expended for 15 (1) the construction and improvement of county rural arterials and collectors, (2) the construction of replacement bridges funded by the 16 federal bridge replacement program on access roads in rural areas, 17 18 those expenses of the board associated with and (3) the 19 administration of the rural arterial program. During the 2025-2027 20 fiscal biennium, the rural arterial trust account may also be used 21 for staffing-related expenses of the board, contracting costs, and 22 grants associated with bridge ratings.

23 Sec. 703. RCW 46.09.540 and 2021 c 333 s 720 are each amended to 24 read as follows:

25 (1) The multiuse roadway safety account is created in the motor 26 vehicle fund. All receipts from vehicle license fees under RCW 46.17.350(1)(r) must be deposited into the account. Moneys in the 27 28 account may be spent only after appropriation. Expenditures from the 29 account may be used only for grants administered by the department of 30 (a) Counties to perform safety engineering transportation to: analysis of mixed vehicle use on any road within a county; (b) local 31 governments to provide funding to erect signs providing notice to the 32 33 motoring public that (i) wheeled all-terrain vehicles are present or (ii) wheeled all-terrain vehicles may be crossing; (c) the state 34 patrol or local law enforcement for purposes of defraying the costs 35 36 of enforcement of chapter 23, Laws of 2013 2nd sp. sess.; (d) law enforcement to investigate accidents involving wheeled all-terrain 37 S-2400.2/25 2nd draft Code Rev/AI:eab 86

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vehicles; and (e) during the 2021-2023 biennium grants may be made to counties to (i) enhance or maintain any segment of a road within the county in which the segment has been designated as part of a travel or tourism route for use by wheeled all-terrain vehicles; and (ii) purchase, print, develop, or use educational brochures or mapping technology that aids in the safety and direction of users of wheeled all-terrain vehicle routes.

8 (2) The department of transportation must prioritize grant awards 9 in the following priority order:

10 (a) For the purpose of marking highway crossings with signs 11 warning motorists that wheeled all-terrain vehicles may be crossing 12 when an ORV recreation facility parking lot is on the other side of a 13 public roadway from the actual ORV recreation facility; and

(b) For the purpose of marking intersections with signs where a wheeled all-terrain vehicle may cross a public road to advise motorists of the upcoming intersection. Such signs must conform to the manual on uniform traffic control devices.

18 (3) During the 2025-2027 fiscal biennium, the legislature may 19 direct the state treasurer to make transfers of moneys from the 20 multiuse roadway safety account to the motor vehicle account.

21 Sec. 704. RCW 46.20.745 and 2023 c 472 s 704 are each amended to 22 read as follows:

(1) The ignition interlock device revolving account program is 23 24 created within the department to assist in covering the monetary costs of installing, removing, and leasing an ignition interlock 25 device, and applicable licensing, for indigent persons who are 26 27 required under RCW 46.20.385, 46.20.720, and 46.61.5055 to install an ignition interlock device in all vehicles owned or operated by the 28 person. For purposes of this subsection, "indigent" has the same 29 30 meaning as in RCW 10.101.010, as determined by the department. During 31 the ((2021-2023 and)) 2023-2025 <u>and 2025-2027</u> fiscal biennia, the ignition interlock device revolving account program also includes 32 ignition interlock enforcement work conducted by the Washington state 33 34 patrol.

35 (2) A pilot program is created within the ignition interlock 36 device revolving account program for the purpose of monitoring 37 compliance by persons required to use ignition interlock devices and 38 by ignition interlock companies and vendors.

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1 (3) The department, the state patrol, and the Washington traffic 2 safety commission shall coordinate to establish a compliance pilot 3 program that will target at least one county from eastern Washington 4 and one county from western Washington, as determined by the 5 department, state patrol, and Washington traffic safety commission.

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(4) At a minimum, the compliance pilot program shall:

7 (a) Review the number of ignition interlock devices that are 8 required to be installed in the targeted county and the number of 9 ignition interlock devices actually installed;

10 (b) Work to identify those persons who are not complying with 11 ignition interlock requirements or are repeatedly violating ignition 12 interlock requirements; and

13 (c) Identify ways to track compliance and reduce noncompliance.

14 (5) As part of monitoring compliance, the Washington traffic 15 safety commission shall also track recidivism for violations of RCW 16 46.61.502 and 46.61.504 by persons required to have an ignition 17 interlock driver's license under RCW 46.20.385 and 46.20.720.

18 Sec. 705. RCW 46.68.063 and 2023 c 472 s 706 are each amended to 19 read as follows:

20 The department of licensing technology improvement and data 21 management account is created in the highway safety account. All 22 receipts from fees collected under RCW 46.12.630(5) must be deposited into the account. Expenditures from the account may be used only for 23 24 investments in technology and data management at the department. During the ((2021-2023 and)) 2023-2025 <u>and 2025-2027</u> fiscal biennia, 25 26 the account may also be used for responding to public records 27 requests. Moneys in the account may be spent only after 28 appropriation.

29 Sec. 706. RCW 46.68.090 and 2015 3rd sp.s. c 44 s 105 are each 30 amended to read as follows:

(1) All moneys that have accrued or may accrue to the motor vehicle fund from the fuel tax must be first expended for purposes enumerated in (a) and (b) of this subsection. The remaining net tax amount must be distributed monthly by the state treasurer in accordance with subsections (2) through (8) of this section.

36 (a) For payment of refunds of fuel tax that has been paid and is37 refundable as provided by law;

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1 (b) For payment of amounts to be expended pursuant to 2 appropriations for the administrative expenses of the offices of 3 state treasurer, state auditor, and the department of licensing of 4 the state of Washington in the administration of the fuel tax, which 5 sums must be distributed monthly.

6 (2) All of the remaining net tax amount collected under RCW 7 82.38.030(1) must be distributed as set forth in (a) through (j) of 8 this subsection.

9 (a) For distribution to the motor vehicle fund an amount equal to 10 44.387 percent to be expended for highway purposes of the state as 11 defined in RCW 46.68.130;

(b) (i) For distribution to the special category C account, hereby created in the motor vehicle fund, an amount equal to 3.2609 percent to be expended for special category C projects. Special category C projects are category C projects that, due to high cost only, will require bond financing to complete construction.

(ii) The following criteria, listed in order of priority, must be used in determining which special category C projects have the highest priority:

20 (A) Accident experience;

21 (B) Fatal accident experience;

(C) Capacity to move people and goods safely and at reasonablespeeds without undue congestion; and

24 (D) Continuity of development of the highway transportation 25 network.

(iii) Moneys deposited in the special category C account in the motor vehicle fund may be used for payment of debt service on bonds the proceeds of which are used to finance special category C projects under this subsection (2)(b);

30 (iv) During the 2025-2027 fiscal biennium, the legislature may 31 direct the state treasurer to make transfers of moneys from the 32 special category C account to the move ahead WA account;

33 (c) For distribution to the Puget Sound ferry operations account 34 in the motor vehicle fund an amount equal to 2.3283 percent;

35 (d) For distribution to the Puget Sound capital construction 36 account in the motor vehicle fund an amount equal to 2.3726 percent; 37 (e) For distribution to the transportation improvement account in 38 the motor vehicle fund an amount equal to 7.5597 percent;

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1 (f) For distribution to the transportation improvement account in 2 the motor vehicle fund an amount equal to 5.6739 percent and expended 3 in accordance with RCW 47.26.086;

4 (g) For distribution to the cities and towns from the motor
5 vehicle fund an amount equal to 10.6961 percent in accordance with
6 RCW 46.68.110;

(h) For distribution to the counties from the motor vehicle fund 7 an amount equal to 19.2287 percent: (i) Out of which there must be 8 distributed from time to time, as directed by the department of 9 transportation, those sums as may be necessary to carry out the 10 provisions of RCW 47.56.725; and (ii) less any amounts appropriated 11 to the county road administration board to implement the provisions 12 of RCW 47.56.725(4), with the balance of such county share to be 13 14 distributed monthly as the same accrues for distribution in accordance with RCW 46.68.120; 15

16 (i) For distribution to the county arterial preservation account, 17 hereby created in the motor vehicle fund an amount equal to 1.9565 18 percent. These funds must be distributed by the county road administration board to counties in proportions corresponding to the 19 number of paved arterial lane miles in the unincorporated area of 20 21 each county and must be used for improvements to sustain the 22 structural, safety, and operational integrity of county arterials. The county road administration board must adopt reasonable rules and 23 develop policies to implement this program and to assure that a 24 25 pavement management system is used. During the 2025-2027 fiscal biennium, the county arterial preservation account may also be used 26 for staffing-related expenses of the board, contracting costs, and 27 grants associated with bridge ratings; 28

(j) For distribution to the rural arterial trust account in the motor vehicle fund an amount equal to 2.5363 percent and expended in accordance with RCW 36.79.020.

32 (3) The remaining net tax amount collected under RCW 82.38.030(2) 33 must be distributed to the transportation 2003 account (nickel 34 account).

35 (4) The remaining net tax amount collected under RCW 82.38.030(3) 36 must be distributed as follows:

37 (a) 8.3333 percent must be distributed to the incorporated cities
 38 and towns of the state in accordance with RCW 46.68.110;

39 (b) 8.3333 percent must be distributed to counties of the state 40 in accordance with RCW 46.68.120; and

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1 (c) The remainder must be distributed to the transportation 2 partnership account created in RCW 46.68.290.

3 (5) The remaining net tax amount collected under RCW 82.38.030(4)
4 must be distributed as follows:

5 (a) 8.3333 percent must be distributed to the incorporated cities 6 and towns of the state in accordance with RCW 46.68.110;

7 (b) 8.3333 percent must be distributed to counties of the state 8 in accordance with RCW 46.68.120; and

9 (c) The remainder must be distributed to the transportation 10 partnership account created in RCW 46.68.290.

11 (6) The remaining net tax amount collected under RCW 82.38.030
12 (5) and (6) must be distributed to the transportation partnership
13 account created in RCW 46.68.290.

(7) The remaining net tax amount collected under RCW 82.38.030
(7) and (8) must be distributed to the connecting Washington account
created in RCW 46.68.395.

17 (8) Nothing in this section or in RCW 46.68.130 may be construed 18 so as to violate any terms or conditions contained in any highway 19 construction bond issues now or hereafter authorized by statute and 20 whose payment is by such statute pledged to be paid from any excise 21 taxes on fuel.

22 Sec. 707. RCW 46.68.280 and 2019 c 416 s 706 are each amended to 23 read as follows:

24 (1) The transportation 2003 account (nickel account) is hereby 25 created in the motor vehicle fund. Money in the account may be spent only after appropriation. Expenditures from the account must be used 26 27 only for projects or improvements identified as transportation 2003 projects or improvements in the omnibus transportation budget and to 28 pay the principal and interest on the bonds authorized for 29 30 transportation 2003 projects or improvements. Upon completion of the 31 projects or improvements identified as transportation 2003 projects or improvements, moneys deposited in this account must only be used 32 to pay the principal and interest on the bonds authorized for 33 transportation 2003 projects or improvements, and any funds in the 34 account in excess of the amount necessary to make the principal and 35 interest payments may be used for maintenance on the completed 36 projects or improvements. 37

38 (2) ((During the 2015-2017 fiscal biennium, the legislature may 39 transfer from the transportation 2003 account (nickel account) to the

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1 connecting Washington account such amounts as reflect the excess fund 2 balance of the transportation 2003 account (nickel account).

(3) During the 2017-2019 and the 2019-2021 fiscal biennia, the 3 legislature may direct the state treasurer to make transfers of 4 moneys in the transportation 2003 account (nickel account) to the 5 6 connecting Washington account, the Puget Sound capital construction account, and the Tacoma Narrows toll bridge account.)) During the 7 2025-2027 fiscal biennium, the legislature may direct the state 8 treasurer to make transfers of moneys in the transportation 2003 9 account (nickel account) to the move ahead WA account. 10

11 (((++))) (3) The "nickel account" means the transportation 2003 12 account.

13 Sec. 708. RCW 46.68.290 and 2023 c 472 s 707 are each amended to 14 read as follows:

15 (1) The transportation partnership account is hereby created in 16 the motor vehicle account. All distributions to the account from RCW 46.68.090 must be deposited into the account. Money in the account 17 may be spent only after appropriation. Expenditures from the account 18 must be used only for projects or improvements identified as 2005 19 20 transportation partnership projects or improvements in the omnibus 21 transportation appropriations act, including any principal and 22 interest on bonds authorized for the projects or improvements.

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(2) The legislature finds that:

(a) Citizens demand and deserve accountability of transportation related programs and expenditures. Transportation-related programs
 must continuously improve in quality, efficiency, and effectiveness
 in order to increase public trust;

(b) Transportation-related agencies that receive tax dollars must
 continuously improve the way they operate and deliver services so
 citizens receive maximum value for their tax dollars; and

31 (c) Fair, independent, comprehensive performance audits of 32 transportation-related agencies overseen by the elected state auditor 33 are essential to improving the efficiency, economy, and effectiveness 34 of the state's transportation system.

35 (3) For purposes of chapter 314, Laws of 2005:

(a) "Performance audit" means an objective and systematic
 assessment of a state agency or agencies or any of their programs,
 functions, or activities by the state auditor or designee in order to
 help improve agency efficiency, effectiveness, and accountability.
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Performance audits include economy and efficiency audits and program audits.

"Transportation-related agency" means any state agency, 3 (b) or commission that receives funding primarily for 4 board, transportation-related purposes. At a minimum, the department of 5 6 transportation, the transportation improvement board or its successor entity, the county road administration board or its successor entity, 7 and the traffic safety commission are considered transportation-8 related agencies. The Washington state patrol and the department of 9 licensing shall not be considered transportation-related agencies 10 11 under chapter 314, Laws of 2005.

(4) Within the authorities and duties under chapter 43.09 RCW, 12 the state auditor shall establish criteria and protocols for 13 performance audits. Transportation-related agencies shall be audited 14 using criteria that include generally accepted government auditing 15 16 standards as well as legislative mandates and performance objectives 17 established by state agencies. Mandates include, but are not limited to, agency strategies, timelines, program objectives, and mission and 18 goals as required in RCW 43.88.090. 19

(5) Within the authorities and duties under chapter 43.09 RCW, the state auditor may conduct performance audits for transportationrelated agencies. The state auditor shall contract with private firms to conduct the performance audits.

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(6) The audits may include:

(a) Identification of programs and services that can beeliminated, reduced, consolidated, or enhanced;

(b) Identification of funding sources to the transportationrelated agency, to programs, and to services that can be eliminated, reduced, consolidated, or enhanced;

30 (c) Analysis of gaps and overlaps in programs and services and 31 recommendations for improving, dropping, blending, or separating 32 functions to correct gaps or overlaps;

33 (d) Analysis and recommendations for pooling information 34 technology systems used within the transportation-related agency, and 35 evaluation of information processing and telecommunications policy, 36 organization, and management;

37 (e) Analysis of the roles and functions of the transportation-38 related agency, its programs, and its services and their compliance 39 with statutory authority and recommendations for eliminating or

1 changing those roles and functions and ensuring compliance with 2 statutory authority;

3 (f) Recommendations for eliminating or changing statutes, rules, 4 and policy directives as may be necessary to ensure that the 5 transportation-related agency carry out reasonably and properly those 6 functions vested in the agency by statute;

7 (g) Verification of the reliability and validity of 8 transportation-related agency performance data, self-assessments, and 9 performance measurement systems as required under RCW 43.88.090;

10 (h) Identification of potential cost savings in the 11 transportation-related agency, its programs, and its services;

(i) Identification and recognition of best practices;

13 (j) Evaluation of planning, budgeting, and program evaluation 14 policies and practices;

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(k) Evaluation of personnel systems operation and management;

16 (1) Evaluation of purchasing operations and management policies 17 and practices;

(m) Evaluation of organizational structure and staffing levels, particularly in terms of the ratio of managers and supervisors to nonmanagement personnel; and

(n) Evaluation of transportation-related project costs, including
 but not limited to environmental mitigation, competitive bidding
 practices, permitting processes, and capital project management.

(7) Within the authorities and duties under chapter 43.09 RCW, 24 25 the state auditor must provide the preliminary performance audit 26 reports to the audited state agency for comment. The auditor also may seek input on the preliminary report from other appropriate 27 28 officials. Comments must be received within 30 days after receipt of the preliminary performance audit report unless a different time 29 period is approved by the state auditor. The final performance audit 30 report shall include the objectives, scope, and methodology; the 31 32 audit results, including findings and recommendations; the agency's response and conclusions; and identification of best practices. 33

34 (8) The state auditor shall provide final performance audit 35 reports to the citizens of Washington, the governor, the joint 36 legislative audit and review committee, the appropriate legislative 37 committees, and other appropriate officials. Final performance audit 38 reports shall be posted on the internet.

(9) The audited transportation-related agency is responsible for
 follow-up and corrective action on all performance audit findings and
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1 recommendations. The audited agency's plan for addressing each audit 2 finding and recommendation shall be included in the final audit 3 report. The plan shall provide the name of the contact person 4 responsible for each action, the action planned, and the anticipated 5 completion date. If the audited agency does not agree with the audit 6 findings and recommendations or believes action is not required, then 7 the action plan shall include an explanation and specific reasons.

The office of financial management shall require periodic 8 progress reports from the audited agency until all resolution has 9 occurred. The office of financial management is responsible for 10 achieving audit resolution. The office of financial management shall 11 12 annually report by December 31st the status of performance audit resolution to the appropriate legislative committees and the state 13 auditor. The legislature shall consider the performance audit results 14 in connection with the state budget process. 15

16 The auditor may request status reports on specific audits or 17 findings.

18 (10) For the period from July 1, 2005, until June 30, 2007, the 19 amount of \$4,000,000 is appropriated from the transportation 20 partnership account to the state auditors office for the purposes of 21 subsections (2) through (9) of this section.

(11) During the ((2021-2023 and)) 2023-2025 and 2025-2027 fiscal biennia, the legislature may direct the state treasurer to make transfers of moneys in the transportation partnership account to the motor vehicle account, the move ahead WA account, and the Tacoma Narrows toll bridge account.

27 Sec. 709. RCW 46.68.300 and 2024 c 310 s 603 are each amended to 28 read as follows:

The freight mobility investment account is hereby created in the 29 30 state treasury. Money in the account may be spent only after appropriation. Expenditures from the account may be used only for 31 freight mobility projects that have been recommended by the freight 32 mobility strategic investment board in RCW 47.06A.020 and may include 33 any principal and interest on bonds authorized for the projects or 34 improvements. During the ((2021-2023 and)) 2023-2025 <u>and 2025-2027</u> 35 fiscal biennia, the expenditures from the account may also be used 36 for the administrative expenses of the freight mobility strategic 37 38 investment board.

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1 Sec. 710. RCW 46.68.320 and 2024 c 310 s 604 are each amended to 2 read as follows:

3 (1) The regional mobility grant program account is hereby created 4 in the state treasury. Moneys in the account may be spent only after 5 appropriation. Expenditures from the account may be used only for the 6 grants provided under RCW 47.66.030.

7 (2) Beginning with September 2007, by the last day of September,
8 December, March, and June of each year, the state treasurer shall
9 transfer from the multimodal transportation account to the regional
10 mobility grant program account \$5,000,000.

(3) Beginning with September 2015, by the last day of September, December, March, and June of each year, the state treasurer shall transfer from the multimodal transportation account to the regional mobility grant program account \$6,250,000.

15 (4) During the 2023-2025 <u>and 2025-2027</u> fiscal ((biennium)) 16 <u>biennia</u>, the legislature may direct the state treasurer to make 17 transfers of moneys from the regional mobility grant program account 18 to the multimodal transportation account.

19 Sec. 711. RCW 46.68.370 and 2023 c 472 s 709 are each amended to 20 read as follows:

21 The license plate technology account is created in the state treasury. All receipts collected under RCW 46.17.015 must be 22 23 deposited into this account. Expenditures from this account must 24 support current and future license plate technology and systems 25 integration upgrades for both the department and correctional 26 industries. Moneys in the account may be spent only after appropriation. Additionally, the moneys in this account may be used 27 28 to reimburse the motor vehicle ((account [fund])) fund for any appropriation made to implement the digital license plate system. 29 30 During the 2011-2013 and 2013-2015 fiscal biennia, the legislature may transfer from the license plate technology account to the highway 31 safety fund such amounts as reflect the excess fund balance of the 32 license plate technology account. During the ((2021-2023 and)) 33 2023-2025 and 2025-2027 fiscal biennia, the account may also be used 34 35 for the maintenance of recently modernized information technology systems for vehicle registrations. 36

37 Sec. 712. RCW 46.68.395 and 2023 c 472 s 710 are each amended to 38 read as follows:

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1 (1) The connecting Washington account is created in the motor 2 vehicle account. Moneys in the account may be spent only after 3 appropriation. Expenditures from the account must be used only for 4 projects or improvements identified as connecting Washington projects 5 or improvements in a transportation appropriations act, including any 6 principal and interest on bonds authorized for the projects or 7 improvements.

8 (2) Moneys in the connecting Washington account may not be 9 expended on the state route number 99 Alaskan Way viaduct replacement 10 project.

11 (3) During the 2023-2025 <u>and 2025-2027</u> fiscal ((biennium)) 12 <u>biennia</u>, the legislature may direct the state treasurer to make 13 transfers of moneys in the connecting Washington account to the move 14 ahead WA account.

15 Sec. 713. RCW 46.68.510 and 2024 c 310 s 605 are each amended to 16 read as follows:

The move ahead WA account is created in the motor vehicle fund. 17 Moneys in the account may be spent only after appropriation. 18 Expenditures from the account must be used only for projects or 19 20 improvements identified as move ahead WA projects or improvements in 21 an omnibus transportation appropriations act, including any principal 22 and interest on bonds authorized for the projects or improvements. During the 2023-2025 and 2025-2027 fiscal ((biennium)) biennia, the 23 24 legislature may direct the state treasurer to make transfers of 25 moneys from the move ahead WA account to the motor vehicle fund.

26 Sec. 714. RCW 47.56.876 and 2023 c 472 s 713 are each amended to 27 read as follows:

(1) A special account to be known as the state route number 520 28 29 civil penalties account is created in the state treasury. All state 30 route number 520 bridge replacement and HOV program civil penalties generated from the nonpayment of tolls on the state route number 520 31 corridor must be deposited into the account, as provided under RCW 32 47.56.870(4)(b)(vii). Moneys in the account may be spent only after 33 appropriation. Expenditures from the account must be used to fund 34 legal obligations associated with bonds and loans associated with the 35 and operation of state route 36 construction number 520 under 37 circumstances where the toll revenue collections at the time are not 38 sufficient to fully cover such legal obligations, and then may be Code Rev/AI:eab 97 S-2400.2/25 2nd draft

used to fund any project within the state route number 520 bridge 1 replacement and HOV program, including mitigation. The legislature 2 may direct the state treasurer to make transfers of moneys in the 3 state route number 520 civil penalties account to the state route 4 number 520 corridor account. During the ((2021-2023 and)) 2023-2025 5 6 and 2025-2027 fiscal biennia, the legislature may direct the state 7 treasurer to transfer moneys in the state route number 520 civil penalties account to the motor vehicle ((account [fund])) fund. 8

9 (2) For purposes of this section, "legal obligations associated 10 with bonds and loans" includes, but is not limited to, debt service 11 and all other activities necessary to comply with financial covenants 12 associated with state route number 520, costs associated with the 13 civil penalties program, and operation and maintenance costs.

14 Sec. 715. RCW 47.60.315 and 2023 c 472 s 714 are each amended to 15 read as follows:

16 (1) The commission shall adopt fares and pricing policies by 17 rule, under chapter 34.05 RCW, according to the following schedule:

18 (a) Each year the department shall provide the commission a 19 report of its review of fares and pricing policies, with 20 recommendations for the revision of fares and pricing policies for 21 the ensuing year;

22 (b) By September 1st of each year, beginning in 2008, the 23 commission shall adopt by rule fares and pricing policies for the 24 ensuing year.

(2) The commission may adopt by rule fares that are effective for more or less than one year for the purposes of transitioning to the fare schedule in subsection (1) of this section.

(3) The commission may increase ferry fares included in the schedule of charges adopted under this section by a percentage that exceeds the fiscal growth factor.

(4) The chief executive officer of the ferry system may authorize the use of promotional, discounted, and special event fares to the general public and commercial enterprises for the purpose of maximizing capacity use and the revenues collected by the ferry system. The department shall report to the commission a summary of the promotional, discounted, and special event fares offered during each fiscal year and the financial results from these activities.

(5) Fare revenues and other revenues deposited in the Puget Sound
 ferry operations account created in RCW 47.60.530 may not be used to
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support the Puget Sound capital construction account created in RCW 47.60.505, unless the support for capital is separately identified in the fare or except as provided in ((section 715, chapter 333, Laws of 2021 during the 2021-2023 biennium and)) section 716, chapter 472, Laws of 2023 during the 2023-2025 fiscal biennium and section 716, chapter . . ., Laws of 2025 (this act) during the 2025-2027 fiscal biennium.

8 (6) The commission may not raise fares until the fare rules 9 contain pricing policies developed under RCW 47.60.290, or September 10 1, 2009, whichever is later.

(7) The commission shall impose a vessel replacement surcharge of 25 cents on every one-way and round-trip ferry fare sold, including multiride and monthly pass fares. This surcharge must be clearly indicated to ferry passengers and drivers and, if possible, on the fare media itself.

16 (8) Except as provided in subsection (10) of this section, beginning May 1, 2020, the commission shall impose an additional 17 vessel replacement surcharge in an amount sufficient to fund 25 year 18 debt service on one 144-auto hybrid vessel taking into account funds 19 provided in chapter 417, Laws of 2019 or chapter . . . (SSB 5419), 20 21 Laws of 2019. The department of transportation shall provide to the commission vessel and debt service cost estimates. Information on 22 vessels constructed or purchased with revenue from the surcharges 23 must be publicly posted including, but not limited to, the commission 24 25 website.

(9) The vessel replacement surcharges imposed in this section may only be used for the construction or purchase of ferry vessels and to pay the principal and interest on bonds authorized for the construction or purchase of new ferry vessels.

30 (10) The commission shall not impose the additional vessel 31 replacement surcharge in subsection (8) of this section if doing so 32 would increase fares by more than 10 percent.

33 (11) For the 2023-2025 <u>and 2025-2027</u> fiscal ((biennium)) <u>biennia</u>, 34 any ferry fuel surcharge imposed by the commission may not go into 35 effect until after the ensuing regular legislative session. If a fuel 36 surcharge is imposed as provided under this subsection, the 37 commission must reevaluate the need for the surcharge on at least a 38 quarterly basis to determine if the surcharge is still needed to 39 cover increased fuel costs, and revoke the surcharge if the

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1 determination is that the surcharge is no longer needed for this 2 purpose.

3 Sec. 716. RCW 47.60.530 and 2023 c 472 s 716 are each amended to 4 read as follows:

5 (1) The Puget Sound ferry operations account is created in the 6 motor vehicle account.

7 (2) The following funds must be deposited into the account:

8 (a) All moneys directed by law;

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(b) All revenues generated from ferry fares; and

10 (c) All revenues generated from commercial advertising,11 concessions, parking, and leases as allowed under RCW 47.60.140.

(3) Moneys in the account may be spent only after appropriation.

13 (4) Expenditures from the account may be used only for the 14 maintenance, administration, and operation of the Washington state 15 ferry system.

16 (5) During the ((2021-2023 and)) 2023-2025 and 2025-2027 fiscal 17 biennia, the legislature may direct the state treasurer to make 18 transfers of moneys in the Puget Sound ferry operations account to 19 the Puget Sound capital construction account.

20 Sec. 717. RCW 47.66.120 and 2024 c 104 s 1 are each amended to 21 read as follows:

22 (1) (a) The department's public transportation division shall establish a green transportation capital grant program. The purpose 23 24 of the grant program is to aid any transit authority in funding costeffective capital projects to reduce the carbon intensity of the 25 26 Washington transportation system, examples of which include: Electrification of vehicle fleets, including battery and fuel cell 27 electric vehicles; modification or replacement of capital facilities 28 facilitate fleet electrification and/or hydrogen 29 order to in refueling; necessary upgrades to electrical transmission 30 and distribution systems; and construction of charging and fueling 31 stations. The department's public transportation division shall 32 identify projects and shall submit a prioritized list of all projects 33 34 requesting funding to the legislature by December 1st of each even-35 numbered year.

36 (b) The department's public transportation division shall select 37 projects based on a competitive process that considers the following 38 criteria:

(i) The cost-effectiveness of the reductions in carbon emissions
 provided by the project; and

3 (ii) The benefit provided to transitioning the entire state to a4 transportation system with lower carbon intensity.

5 (c) During the 2023-2025 <u>and 2025-2027</u> fiscal ((biennium)) 6 <u>biennia</u>, the department must incorporate principles into the grant 7 selection process with the goal of increasing the distribution of 8 funding to communities based on addressing environmental harms and 9 providing environmental benefits for overburdened communities, as 10 defined in RCW 70A.02.010, and vulnerable populations.

11 (2)The department's public transportation division must 12 establish an advisory committee to assist in identifying projects under subsection (1) of this section. The advisory committee must 13 include representatives from the department of 14 ecology, the department of commerce, the utilities and transportation commission, 15 16 and at least one transit authority.

17 (3) In order to receive green transportation capital grant 18 program funding for a project, a transit authority must provide 19 matching funding at the level deemed appropriate by the department.

20 (4) The department's public transportation division must report 21 annually to the transportation committees of the legislature on the 22 status of any grant projects funded by the program created under this 23 section.

(5) For purposes of this section, "transit authority" means a 24 25 city transit system under RCW 35.58.2721 or chapter 35.95A RCW, a county public transportation authority under chapter 36.57 RCW, a 26 metropolitan municipal corporation transit system under chapter 36.56 27 28 RCW, a public transportation benefit area under chapter 36.57A RCW, 29 an unincorporated transportation benefit area under RCW 36.57.100, a regional transit authority under chapter 81.112 RCW, or any special 30 31 purpose district formed to operate a public transportation system.

32 (6) During the 2021-2023 fiscal biennium, the department may provide up to 20 percent of the total green transportation capital 33 grant program funding for zero emissions capital transition planning 34 projects. During the 2023-2025 fiscal biennium, the department may 35 36 provide up to 10 percent of the total green transportation capital grant program funding for zero emissions capital transition planning 37 projects. During the 2025-2027 fiscal biennium, the department may 38 39 only provide funding for green transportation capital grant program 40 projects for zero emissions capital transition planning that were

1 awarded in the 2023-2025 fiscal biennium and have continued

2 <u>expenditures in the 2025-2027 fiscal biennium.</u>

3 Sec. 718. RCW 82.44.200 and 2023 c 472 s 718 are each amended to 4 read as follows:

5 The electric vehicle account is created in the transportation infrastructure account. Proceeds from the principal and interest 6 payments made on loans from the account must be deposited into the 7 account. Expenditures from the account may be used only for the 8 purposes specified in RCW 47.04.350, 82.08.9999, and 82.12.9999, and 9 the support of other transportation electrification and alternative 10 fuel related purposes, including RCW 47.01.520. Moneys in the account 11 may be spent only after appropriation. During the ((2021-2023 and)) 12 2023-2025 and 2025-2027 fiscal biennia, the legislature may direct 13 the state treasurer to make transfers of moneys in the electric 14 15 vehicle account to the move ahead WA flexible account and multimodal 16 transportation account.

17 Sec. 719. RCW 47.28.030 and 2015 c 282 s 1 are each amended to 18 read as follows:

19 (1) (a) A state highway shall be constructed, altered, repaired, improved, and improvements located on property acquired for 20 or right-of-way purposes may be repaired or renovated pending the use of 21 such right-of-way for highway purposes, by contract or state forces. 22 23 The work or portions thereof may be done by state forces when the 24 estimated costs thereof are less than ((fifty thousand dollars)) \$50,000 and effective July 1, 2005, ((sixty thousand dollars)) 25 26 \$60,000.

(b) When delay of performance of such work would jeopardize a state highway or constitute a danger to the traveling public, the work may be done by state forces when the estimated cost thereof is less than ((eighty thousand dollars)) <u>\$80,000</u> and effective July 1, 2005, ((one hundred thousand dollars)) <u>\$100,000</u>.

32 (c) When the department of transportation determines to do the 33 work by state forces, it shall enter a statement upon its records to 34 that effect, stating the reasons therefor.

(d) To enable a larger number of small businesses and veteran,
 minority, and women contractors to effectively compete for department
 of transportation contracts, the department may adopt rules providing
 for bids and award of contracts for the performance of work, or
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1 furnishing equipment, materials, supplies, or operating services 2 whenever any work is to be performed and the engineer's estimate 3 indicates the cost of the work would not exceed ((eighty thousand 4 dollars)) <u>\$80,000</u> and effective July 1, 2005, ((one hundred thousand 5 dollars)) <u>\$100,000</u>.

6

(2) The rules adopted under this section:

7 (a) Shall provide for competitive bids to the extent that 8 competitive sources are available except when delay of performance 9 would jeopardize life or property or inconvenience the traveling 10 public; and

11 (b) Need not require the furnishing of a bid deposit nor a performance bond, but if a performance bond is not required then 12 progress payments to the contractor may be required to be made based 13 14 submittal of paid invoices to substantiate proof on that disbursements have been made to laborers, material suppliers, 15 16 mechanics, and subcontractors from the previous partial payment; and

(c) May establish prequalification standards and procedures as an alternative to those set forth in RCW 47.28.070, but the prequalification standards and procedures under RCW 47.28.070 shall always be sufficient.

(3) The department of transportation shall comply with such goals and rules as may be adopted by the office of minority and women's business enterprises to implement chapter 39.19 RCW with respect to contracts entered into under this chapter. The department may adopt such rules as may be necessary to comply with the rules adopted by the office of minority and women's business enterprises under chapter 39.19 RCW.

(4) (a) Work for less than ((one hundred thousand dollars))
<u>\$100,000</u> may be performed on ferry vessels and terminals by state
forces. <u>During the 2025-2027 fiscal biennium, work for less than</u>
<u>\$500,000 may be performed on ferry vessels and terminals by state</u>
forces.

(b) When the estimated cost of work to be performed on ferry 33 vessels and terminals is between ((one hundred thousand dollars)) 34 35 <u>\$100,000</u> and ((two hundred thousand dollars)) <u>\$200,000</u>, or between \$500,000 and \$600,000 during the 2025-2027 fiscal biennium, the 36 department shall contact, by mail or ((electronic mail)) email, 37 contractors that appear on the department's small works roster as 38 created pursuant to procedures in chapter 39.04 RCW to do specific 39 40 work the contractors are qualified to do to determine if any Code Rev/AI:eab 103 S-2400.2/25 2nd draft 1 contractor is interested and capable of doing the work. If there is a 2 response of interest within ((seventy-two)) <u>72</u> hours, the small works 3 roster procedures commence. If no qualified contractors respond with 4 interest and availability to do the work, the department may use its 5 regular contracting procedures. If the secretary determines that the 6 work to be completed is an emergency, procedures governing 7 emergencies apply.

(c) The department shall hire a disinterested, third party to 8 conduct an independent analysis to identify methods of reducing out-9 of-service times for vessel maintenance, preservation, 10 and improvement projects. The analysis must include options that consider 11 12 consolidating work while vessels are at shipyards by having state forces perform services traditionally performed at Eagle Harbor at 13 the shipyard and decreasing the allowable time at shipyards. The 14 analysis must also compare the out-of-service vessel times of 15 16 performing services by state forces versus contracting out those 17 services which in turn must be used to form a recommendation as to what the threshold of work performed on ferry vessels and terminals 18 by state forces should be. This analysis must be presented to the 19 transportation committees of the senate and house of representatives 20 21 by December 1, 2010.

22 (d) The department shall develop a proposed ferry vessel 23 maintenance, preservation, and improvement program and present it to 24 the transportation committees of the senate and house of 25 representatives by December 1, 2010. The proposed program must:

(i) Improve the basis for budgeting vessel maintenance,
preservation, and improvement costs and for projecting those costs
into a ((sixteen-year)) <u>16-year</u> financial plan;

(ii) Limit the amount of planned out-of-service time to the greatest extent possible, including options associated with department staff as well as commercial shipyards; and

32 (iii) Be based on the service plan in the capital plan, 33 recognizing that vessel preservation and improvement needs may vary 34 by route.

35 (e) In developing the proposed ferry vessel maintenance, 36 preservation, and improvement program, the department shall consider 37 the following, related to reducing vessel out-of-service time:

(i) The costs compared to benefits of Eagle Harbor repair and maintenance facility operations options to include staffing costs and benefits in terms of reduced out-of-service time;

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(ii) The maintenance requirements for on-vessel staff, including
 the benefits of a systemwide standard;

3 (iii) The costs compared to benefits of staff performing 4 preservation or maintenance work, or both, while the vessel is 5 underway, tied up between sailings, or not deployed;

6 (iv) A review of the department's vessel maintenance, 7 preservation, and improvement program contracting process and 8 contractual requirements;

9 (v) The costs compared to benefits of allowing for increased 10 costs associated with expedited delivery;

(vi) A method for comparing the anticipated out-of-service time of proposed projects and other projects planned during the same construction period;

14 (vii) Coordination with required United States coast guard dry 15 dockings;

16 (viii) A method for comparing how proposed projects relate to the 17 service requirements of the route on which the vessel normally 18 operates; and

19 (ix) A method for evaluating the ongoing maintenance and 20 preservation costs associated with proposed improvement projects.

21 Sec. 720. RCW 47.60.310 and 2016 c 25 s 1 are each amended to 22 read as follows:

(1) The department is further directed to conduct such review by soliciting and obtaining expressions from local community groups in order to be properly informed as to problems being experienced within the area served by the Washington state ferries. In order that local representation may be established, the department shall give prior notice of the review to the ferry advisory committees.

(2) The legislative authorities of San Juan, Skagit, Clallam, and 29 30 Jefferson counties shall each appoint a committee to consist of five 31 members to serve as an advisory committee to the department or its designated representative in such review. The legislative authorities 32 of other counties that contain ferry terminals shall appoint ferry 33 advisory committees consisting of three members for each terminal 34 area in each county, except for Vashon Island, which shall have one 35 committee, and its members shall be appointed by the Vashon/Maury 36 Island community council. If the Vashon/Maury Island community 37 38 council fails to appoint a qualified person to fill a vacancy within ((ninety)) 90 days of the occurrence of the vacancy, the legislative 39 Code Rev/AI:eab 105 S-2400.2/25 2nd draft authority of King county shall appoint a qualified person to fill the vacancy. At least one person appointed to each ferry advisory committee shall be representative of an established ferry user group or of frequent users of the ferry system. Each member shall reside in the vicinity of the terminal that the advisory committee represents.

6 (3) The members of the San Juan, Clallam, and Jefferson county ferry advisory committees shall be appointed for four-year terms. The 7 initial terms shall commence on July 1, 1982, and end on June 30, 8 1986. Any vacancy shall be filled for the remainder of the unexpired 9 term by the appointing authority. At least one person appointed to 10 11 the advisory committee shall be representative of an established 12 ferry-user group or of frequent users of the ferry system, at least one shall be representative of persons or firms using or depending 13 14 upon the ferry system for commerce, and one member shall be representative of a local government planning body or its staff. 15 16 Every member shall be a resident of the county upon whose advisory 17 committee he or she sits, and not more than three members shall at the time of their appointment be members of the same major political 18 19 party.

The members of each terminal area committee shall be 20 (4) 21 appointed for four-year terms. The initial terms of the members of 22 each terminal area committee shall be staggered as follows: All terms 23 shall commence September 1, 1988, with one member's term expiring August 31, 1990, one member's term expiring August 31, 1991, and the 24 25 remaining member's term expiring August 31, 1992. Any vacancy shall 26 be filled for the remainder of the unexpired term by the appointing authority. Not more than two members of any terminal-area committee 27 28 may be from the same political party at the time of their appointment, and in a county having more than one committee, the 29 overall party representation shall be as nearly equal as possible. 30

31 (5) The chairs of the several committees constitute an executive 32 committee of the Washington state ferry users. The executive 33 committee shall meet twice each year with representatives of the 34 marine division of the department to review ferry system issues.

35 (6) The committees to be appointed by the county legislative 36 authorities shall serve without fee or compensation.

37 <u>(7) This section has no force or effect during the 2025-2027</u>
38 <u>fiscal biennium.</u>

1 Sec. 721. RCW 88.16.061 and 2018 c 107 s 13 are each amended to 2 read as follows:

The pilotage account is created in the state treasury. Moneys in 3 the account may be spent only after appropriation. Expenditures from 4 the account may be used only for the purposes of the board of 5 6 pilotage commissioners as prescribed under this chapter and by the 7 utilities and transportation commission for purposes related to pilotage tariff rate setting. The account is subject to allotment 8 procedures under chapter 43.88 RCW. During the 2025-2027 fiscal 9 biennium, the legislature may direct the state treasurer to make 10 transfers of moneys in the pilotage account to the multimodal 11 12 transportation account.

(End of part)

2023-2025 FISCAL BIENNIUM

1

2

GENERAL GOVERNMENT AGENCIES-OPERATING

3 Sec. 801. 2024 c 310 s 103 (uncodified) is amended to read as 4 follows:

5 FOR THE DEPARTMENT OF COMMERCE

6	Carbon Emissions Reduction Account—State
7	Appropriation
8	<u>\$80,000</u>
9	Electric Vehicle Account—State Appropriation \$220,000
10	TOTAL APPROPRIATION
11	<u>\$300,000</u>

12 The appropriations in this section are subject to the following 13 conditions and limitations:

(1) \$220,000 of the electric vehicle account—state appropriation 14 15 is provided solely to the department to commission an independent 16 study, based on the findings of the transportation electrification strategy authorized under RCW 43.392.040, of costs of installation, 17 18 maintenance, and operation of electrical distribution infrastructure on the utility's side of the meter to commercial customers installing 19 20 electric vehicle supply equipment. The department shall gather data 21 from at least five electric utilities serving retail customers in the 22 state for purposes of completing the study. The department shall 23 submit a report of study findings and an explanation of how those 24 findings will support implementation of the transportation 25 electrification strategy authorized under RCW 43.392.040 to the 26 governor and appropriate legislative committees by November 1, 2024.

(2) ((Beginning January 1, 2025, \$5,000,000)) <u>\$80,000</u> of the carbon emissions reduction account—state appropriation is provided solely for a tribal electric boat grant program. Federally recognized tribes, tribal enterprises, and tribal members are eligible to apply for grant funds for the purchase of or conversion to electric motors and engines for fishing vessels.

33 Sec. 802. 2024 c 310 s 105 (uncodified) is amended to read as 34 follows:

35 FOR THE UNIVERSITY OF WASHINGTON

36 Motor Vehicle Account—State Appropriation. \$1,000,000

1	Multimodal Transportation Account—State	
2	Appropriation	((\$5,000,000))
3		<u>\$2,700,000</u>
4	TOTAL APPROPRIATION	((\$6,000,000))
5		<u>\$3,700,000</u>

6 The appropriations in this section are subject to the following 7 conditions and limitations:

((\$5,000,000)) \$2,700,000 of the multimodal transportation 8 (1)account-state appropriation is provided solely for the University of 9 10 Washington's sidewalk inventory and accessibility mapping project to develop a public dataset under an open license and develop the tools 11 12 needed to publish that data according to an open data specification. 13 The project must include, but is not limited to, utilization of 14 existing data sources, imagery, detailed surveys, and manually collected, detailed data for city streets, county rural and urban 15 16 local access roads and collectors/arterials, state roads of all types, and roads owned by other entities. The project may draw on 17 18 partially developed sidewalk data for all state facilities. To the 19 extent practicable, the final product must be suitable for use by the 20 department of transportation, local and regional agencies, tribal 21 governments, and the general public. For the 2023-2025 fiscal 22 biennium, the project will produce a base active transportation data 23 layer for all counties, with priority given to counties with high proportions of overburdened communities. A project status report is 24 25 due to the transportation committees of the legislature on December 1st of each year until the work is completed. The legislature intends 26 27 that in the 2025-2027 fiscal biennium, \$5,000,000 of multimodal 28 transportation account funds be provided to complete a second phase 29 of work on the active transportation data.

30 \$1,000,000 of (2) (a) the motor vehicle account—state 31 appropriation is provided solely for the Washington state 32 transportation center to fund:

33 34

(i) Intern programs with the department of transportation;

(ii) A road scholars short-term training program; and

35 (iii) Professional degree fellowships between master's the 36 department of transportation and the University of Washington within 37 a program in civil and environmental engineering.

38 (b) Of the amounts provided in this subsection, \$81,000 is provided solely for the center to consult with the board 39 of

1 registration for professional engineers and land surveyors to conduct a statewide survey and analysis assessing workforce shortages of 2 civil engineers, civil engineering technicians, land surveyors, land 3 surveyor technicians, and related disciplines. The center shall 4 create a recommended action plan, with input from the legislative 5 6 transportation committees, to address engineering workforce shortages and to meet the increased demand for services. The analysis and 7 recommended action plan must include, for civil engineers, civil 8 engineering technicians, land surveyors, land surveyor technicians, 9 and related disciplines, at a minimum: 10

11 (i) Opportunities to create diverse and equitable engineering 12 workforce;

13 (ii) Workforce data and gaps;

14 (iii) Current education pathways and licensure processes;

15 (iv) Current programs focused on workforce development and 16 position skill-up opportunities;

17

(v) Strategies to retain workforce within the state;

18 (vi) Outreach opportunities and interinstitutional partnerships 19 with middle schools, high schools, postsecondary institutions, and 20 postgraduate programs; and

(vii) Recommendations for additional scholarships, internship and apprenticeship opportunities, undergraduate and graduate fellowship opportunities, and industry partnership opportunities.

(c) The center shall provide a preliminary plan with proposed actions, budgets, and outcomes to the transportation committees of the legislature by November 2024. The center shall provide a final action plan report with relevant recommendations to the transportation committees of the legislature by December 31, 2024.

29 Sec. 803. 2024 c 310 s 106 (uncodified) is amended to read as 30 follows:

31 FOR THE DEPARTMENT OF ENTERPRISE SERVICES

32 Carbon Emissions Reduction Account—State

 33
 Appropriation.
 ((\$18,000,000))

 34
 \$6,000,000

35 The appropriation in this section is subject to the following 36 conditions and limitations:

37 (1) (a) \$6,000,000 of the carbon emissions reduction account—state 38 appropriation((, and beginning January 1, 2025, \$12,000,000 of the

carbon emissions reduction account state appropriation, are)) is 1 2 provided solely for zero emission electric vehicle supply equipment 3 at facilities to accommodate charging infrastructure station The electric vehicle charging equipment must 4 installations. be coordinated with the state efficiency and environmental performance 5 program. The department must prioritize locations based on state 6 7 efficiency and environmental performance location priorities and where zero emission fleet vehicles are located or are scheduled to be 8 9 purchased.

(b) The department must report when and where the equipment was 10 installed and the state agencies and facilities that benefit from the 11 12 installation of the charging station to the fiscal committees of the 13 legislature by June 30, 2025, with an interim report due January 2, 2024. The department shall collaborate with the interagency electric 14 vehicle coordinating council to implement this section and must work 15 to meet benchmarks established in chapter 182, Laws 16 of 2022 17 (transportation resources).

18 (2) In carrying out this section, the department shall cooperate 19 and provide assistance, as requested, in the joint transportation 20 committee's development of program delivery evaluation tools and 21 methodologies provided under section 204, chapter 472, Laws of 2023 22 for programs that receive funding from the carbon emissions reduction 23 account.

(3) The department, with the assistance of designated staff in the Washington state department of transportation, must register for the clean fuels credit program and start tracking revenue generation pursuant to chapter 70A.535 RCW for investments funded in an omnibus transportation appropriations act.

(4) The department must provide a report to the transportation committees of the legislature that estimates current biennial and future carbon reduction impacts resulting from zero-emission electric vehicles and supply equipment infrastructure funded in this section by June 30, 2025.

34 Sec. 804. 2024 c 310 s 108 (uncodified) is amended to read as 35 follows:

36 FOR THE DEPARTMENT OF ECOLOGY

37 Model Toxics Control Capital Account—State

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 Appropriation.
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1 ((Carbon Emissions Reduction Account-State

 2
 Appropriation.....\$4,000,000

 3
 TOTAL APPROPRIATION.....\$19,715,000))

4 The ((appropriations)) appropriation in this section ((are)) is 5 subject to the following conditions and limitations:

6 (1) ((\$15,715,000)) <u>\$4,000,000</u> of the model toxics control capital account-state appropriation((, and beginning January 1, 2025, 7 \$4,000,000 of the carbon emissions reduction account-state 8 appropriation, are)) is provided solely for the department to provide 9 grants to transition from diesel school buses and other student 10 11 transport vehicles to zero emission vehicles and for the necessary 12 infrastructure needed for zero emission fueling student 13 transportation. The department must prioritize school districts 14 serving tribes and vulnerable populations in overburdened communities 15 as defined under RCW 70A.02.010. Up to five percent of the appropriation in this section may be used for technical assistance 16 17 and grant administration.

18 (2) In carrying out this section, the department shall cooperate 19 and provide assistance, as requested, in the joint transportation 20 committee's development of program delivery evaluation tools and 21 methodologies provided under section 204, chapter 472, Laws of 2023 22 for programs that receive funding from the carbon emissions reduction 23 account.

24 Sec. 805. 2024 c 310 s 110 (uncodified) is amended to read as 25 follows:

26 FOR THE EVERGREEN STATE COLLEGE

The appropriation in this section is subject to the following conditions and limitations: ((\$188,000)) \$94,000 of the aeronautics account—state appropriation is provided solely for the Washington state institute for public policy to:

(1) Conduct an independent assessment of the passenger and air cargo forecasts cited in the Puget Sound regional council regional aviation baseline study, including an evaluation of the underlying data, assumptions, methodologies, and calculation of the level of uncertainty around the forecast;

1 (2) Conduct a comprehensive literature review to identify 2 effective national and international strategies to reduce demand for 3 air travel, including diverting such demand to other modes and 4 whether such diversion avoids net environmental impacts to 5 overburdened communities and vulnerable populations;

6 (3) Conduct a review of existing operational and technological 7 enhancements to address environmental impacts from commercial aviation activities, including, but not limited to, climate friendly 8 routing of aircraft, innovations intended to address the climate 9 change effects of noncarbon dioxide emissions from aviation 10 activities, simulation models applied to congested airports, and 11 12 online tools to track, analyze, and improve carbon footprints related to aviation activities. The review should identify the feasibility of 13 14 enhancements to be deployed in the state of Washington; and

(4) Provide a report to the office of the governor and thetransportation committees of the legislature by December 31, 2025.

(End of part)

2 Sec. 901. 2024 c 310 s 201 (uncodified) is amended to read as 3 follows:

4 FOR THE WASHINGTON TRAFFIC SAFETY COMMISSION

5	Highway Safety Account—State Appropriation \$7,842,000
6	Highway Safety Account—Federal Appropriation ((\$35,745,000))
7	<u>\$39,745,000</u>
8	Highway Safety Account—Private/Local Appropriation \$60,000
9	Cooper Jones Active Transportation Safety Account—
10	State Appropriation
11	School Zone Safety Account—State Appropriation \$850,000
12	TOTAL APPROPRIATION
13	\$49,333,000

14 The appropriations in this section are subject to the following 15 conditions and limitations:

Within existing resources, the commission must examine 16 (1)17 national safety reports and recommendations on alcohol and drug impaired driving and report to the transportation committees of the 18 by December 15, 2023, 19 legislature, any recommendations for 20 legislative or policy changes to improve traffic safety in Washington 21 state.

(2) (a) \$235,500 of the Cooper Jones active transportation safety account—state appropriation is provided solely for the commission to conduct research pertaining to the issue of street lighting and safety, including a public input component and learning from counties, cities, the state, and other impacted entities. Research may include the following:

(i) Interviewing additional local and regional roads departments, water-sewer districts, and other utility services to gather a holistic data set or further input on which authority assumes primary responsibility for street illumination in various underserved areas throughout the state;

(ii) Systematically soliciting information from communities with poor street illumination and lighting to gather input as to whether this is an issue the community would like to see improved;

36 (iii) Conferring with regional and state-level police, fire, and 37 emergency medical services to assess and document potential delays in 38 emergency response times due to poor street illumination;

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1 (iv) Further assessing the impact of using LED lights in roadway 2 and pedestrian scale lighting in reducing carbon emissions and light 3 pollution throughout the United States; and

4 (v) Subject to more in-depth findings, convening a meeting with
5 appropriate state, regional, and local stakeholders and community
6 partners.

7 (b) The commission must report research results and provide any 8 recommendations for legislative or policy action to the 9 transportation committees of the legislature by January 1, 2025.

10 (3) Within existing resources, the commission, through the Cooper 11 Jones active transportation safety council, must prioritize the 12 review of pedestrian, bicyclist, or nonmotorist fatality and serious 13 injury review when the victim is a member of a federally recognized 14 tribe. Consistent with RCW 43.59.156(5), the commission may recommend 15 any policy or legislative changes to improve traffic safety for 16 tribes through such review.

17 (4) Within existing resources, the commission must review and 18 report to the transportation committees of the legislature, by 19 December 15, 2023, on strategies and technologies used in other 20 states to prevent and respond to wrong-way driving crashes.

(5) (a) The Washington traffic safety commission shall coordinate with each city that implements a pilot program as authorized in RCW 46.63.170(6) to provide the transportation committees of the legislature with the following information by June 30, 2025:

25 (i) The number of warnings and infractions issued to first-time 26 violators under the pilot program;

(ii) The number of warnings and infractions issued to the registered owners of vehicles that are not registered with an address located in the city conducting the pilot program; and

30 (iii) The frequency with which warnings and infractions are 31 issued on weekdays versus weekend days.

32 (b) If chapter 307, Laws of 2024 is enacted by June 30, 2024, the 33 requirement in this subsection lapses.

(6) \$50,000 of the highway safety account—state appropriation is
provided solely for the implementation of chapter 471, Laws of 2023
(negligent driving). If chapter 471, Laws of 2023 is not enacted by
June 30, 2023, the amount provided in this subsection lapses.

38 (7) The Washington traffic safety commission may oversee a pilot 39 program in up to three cities implementing the use of automated

vehicle noise enforcement cameras in zones that have been designated by ordinance as "Stay Out of Areas of Racing."

3 (a) Any programs authorized by the commission must be authorized4 by December 31, 2024.

5 (b) If a city has established an authorized automated vehicle 6 noise enforcement camera pilot program under this section, the 7 compensation paid to the manufacturer or vendor of the equipment used 8 must be based upon the value of the equipment and services provided 9 or rendered in support of the system.

10 (c) Any city administering a pilot program overseen by the 11 traffic safety commission shall use the following guidelines to 12 administer the program:

(i) Automated vehicle noise enforcement camera may record photographs or audio of the vehicle and vehicle license plate only while a violation is occurring. The picture must not reveal the face of the driver or of passengers in the vehicle;

(ii) The law enforcement agency of the city or county government shall install two signs facing opposite directions within 200 feet, or otherwise consistent with the uniform manual on traffic control devices, where the automated vehicle noise enforcement camera is used that state "Street Racing Noise Pilot Program in Progress";

(iii) Cities testing the use of automated vehicle noise enforcement cameras must post information on the city website and notify local media outlets indicating the zones in which the automated vehicle noise enforcement cameras will be used;

(iv) A city may only issue a warning notice with no penalty for a violation detected by automated vehicle noise enforcement cameras in a Stay Out of Areas of Racing zone. Warning notices must be mailed to the registered owner of a vehicle within 14 days of the detected violation;

31 (v) A violation detected through the use of automated vehicle 32 noise enforcement cameras is not part of the registered owner's 33 driving record under RCW 46.52.101 and 46.52.120;

(vi) Notwithstanding any other provision of law, all photographs, 34 videos, microphotographs, audio recordings, or electronic images 35 prepared under this subsection (7) are for the exclusive use of law 36 enforcement in the discharge of duties under this section and are not 37 38 open to the public and may not be used in a court in a pending action 39 or proceeding. No photograph, microphotograph, audio recording, or electronic image may be used for any purpose other than the issuance 40 Code Rev/AI:eab 116 S-2400.2/25 2nd draft of warnings for violations under this section or retained longer than necessary to issue a warning notice as required under this subsection (7); and

4 (vii) By June 30, 2025, the participating cities shall provide a 5 report to the commission and appropriate committees of the 6 legislature regarding the use, public acceptance, outcomes, warnings 7 issued, data retention and use, and other relevant issues regarding 8 automated vehicle noise enforcement cameras demonstrated by the pilot 9 projects.

(8) \$200,000 of the Cooper Jones active transportation safety 10 11 account—state appropriation is provided solely for the commission, in 12 consultation with the Cooper Jones active transportation safety 13 council, to research and develop a pilot program for the use of light meters by law enforcement to measure lighting levels at locations 14 15 where a serious injury or fatality involving a vehicle has occurred. However, the funds must be held in unallotted status until the 16 commission submits a spending plan for the pilot program to the 17 transportation committees of the legislature and the office of the 18 19 qovernor.

20 (9) \$300,000 of the highway safety account—state appropriation is provided solely for the commission to purchase telematics data from a 21 22 qualified vendor that provides anonymized information on vehicle 23 speeds and driver behaviors, such as hard braking, on a statewide basis and in selected geographical areas based upon demographic 24 characteristics and crash history. The commission must provide an 25 26 annual report summarizing findings from the telematics data to the 27 transportation committees of the legislature beginning by June 30, 28 2025, and until June 30, 2027.

29 (10) \$750,000 of the highway safety account—state appropriation 30 is provided solely for a pilot program for dedicated probation or compliance officers at the local level to improve compliance with 31 ignition interlock device installation requirements associated with 32 33 impaired driving offenses. The commission must select locations based 34 on an assessment of ignition interlock device compliance rates, and the willingness and ability to have staff dedicated to this activity. 35 36 By June 30, 2025, the commission must provide to the transportation 37 committees of the legislature a status report on the specific locations selected and any outcome information. 38

(11) \$1,000,000 of the highway safety account—state appropriation 1 2 is provided solely to implement a multifaceted approach to supplement existing funding targeted at impaired driving and other enforcement. 3 The areas of emphasis expected to be funded include additional high 4 5 visibility enforcement and indigenous knowledge-informed tribal traffic safety support. Funding is also provided for the commission 6 7 to administer and provide oversight of these activities. The commission must provide a preliminary report to the transportation 8 committees of the legislature on these funded activities and any 9 outcome information by December 1, 2025, with a final report due by 10 December 1, 2026. 11

Sec. 902. 2024 c 310 s 202 (uncodified) is amended to read as follows:

14 FOR THE COUNTY ROAD ADMINISTRATION BOARD

15	Rural Arterial Trust Account—State Appropriation \$1,615,000
16	Motor Vehicle Account—State Appropriation ((\$3,524,000))
17	\$3,402,000
18	County Arterial Preservation Account—State
19	Appropriation
20	TOTAL APPROPRIATION
21	<u>\$6,856,000</u>

22 The appropriations in this section are subject to the following 23 conditions and limitations: Within appropriated funds, the county road administration board may opt in as provided under RCW 70A.02.030 24 to assume all of the substantive and procedural requirements of 25 covered agencies under chapter 70A.02 RCW. The board shall include in 26 its 2023 and 2024 annual reports to the legislature a progress report 27 28 on opting into the healthy environment for all act and a status report on diversity, equity, and inclusion within the board's 29 30 jurisdiction.

 31
 Sec. 903.
 2024 c 310 s 204 (uncodified) is amended to read as

 32
 follows:

 33
 FOR THE JOINT TRANSPORTATION COMMITTEE

 34
 Carbon Emissions Reduction Account—State

 35
 Appropriation.

 36
 \$1,207,000

37 Multimodal Transportation Account—State

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1 ((\$552,000)) Appropriation. 2 \$480,000 3 Motor Vehicle Account—State Appropriation. ((\$5,100,000)) 4 \$4,703,000 5 ((Puget Sound Ferry Operations Account-State 6 7 TOTAL APPROPRIATION. $((\frac{\$9,229,000}))$ 8 \$6,390,000 The appropriations in this section are subject to the following 9 10 conditions and limitations: 11 (1) (a) \$300,000 of the motor vehicle account—state appropriation 12 is for the joint transportation committee, from amounts set aside out 13 of statewide fuel taxes distributed to cities according to RCW 14 46.68.110(2), to convene a study of a statewide retail delivery fee 15 on orders of taxable retail items delivered by motor vehicles within 16 the state. The study must: 17 (i) Determine the annual revenue generation potential of a range of fee amounts; 18 19 (ii) Examine options for revenue distributions to state and local 20 governments based upon total deliveries, lane miles, or other 21 factors; 22 (iii) Estimate total implementation costs, including start-up and 23 ongoing administrative costs; and 24 (iv) Evaluate the potential impacts to consumers, including 25 consideration of low-income households and vulnerable populations and potential impacts to businesses. 26 27 (b) The study should document and evaluate similar programs 28 adopted in other states. The joint transportation committee must 29 submit a report on the study to the transportation committees of the 30 legislature by June 30, 2024. 31 (2) (a) \$400,000 of the motor vehicle account-state appropriation 32 is for the joint transportation committee, in collaboration with the 33 department of transportation, to convene a work group to study and 34 recommend a new statutory framework for the department's public-35 private partnership program. The committee may contract with a thirdparty consultant for work group support and drafting the new 36 37 statutory framework. 38 (b) (i) The work group must consist of, but is not limited to, the 39 following members:

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(A) The secretary of transportation or their designee;

2 (B) Joint transportation committee executive committee members or3 their designees;

4 (C) The state treasurer or the state treasurer's designee;

5 (D) A representative of a national nonprofit organization
6 specializing in public-private partnership program development;

(E) A representative of the construction trades; and

8 (F) A representative from an organization representing general 9 contractors.

10 (ii) The work group must also consult with the Washington state 11 transportation commission and the department of commerce.

12 (c)(i) The work group must review the 2012 joint transportation 13 committee's "Evaluation of Public-Private Partnerships" study, 14 consisting of an evaluation of the recommendations for replacing 15 chapter 47.29 RCW and development of a process for implementing 16 public-private partnerships that serve the defined public interest, 17 including, but not limited to:

(A) Protecting the state's ability to retain public ownership of
 assets constructed or managed under a public-private partnership
 contract;

(B) Allowing for the most transparency during the negotiation ofterms of a public-private partnership agreement; and

23 (C) Addressing the state's ability to oversee the private 24 entity's management of the asset.

(ii) (A) The work group must identify any barriers to the implementation of funding models that best protect the public interest, including statutory and constitutional barriers.

(B) The work group may also evaluate public-private partnership opportunities for required fish passage and culvert work on state highways, for the construction of, replacement of, or commercial retail options within Washington state ferries' terminals, and for other projects as determined by the work group.

33 (iii) The work group must update the 2012 recommendations and 34 devise an implementation plan for the state.

35 (d) The work group must submit a preliminary report, including 36 any recommendations or draft legislation, to the office of the 37 governor and the transportation committees of the legislature by 38 December 15, 2023. The work group must submit a final report with 39 draft legislation to the office of the governor and the 40 transportation committees of the legislature by July 1, 2024.

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(3) \$300,000 of the motor vehicle account-state appropriation is 1 2 for the joint transportation committee, from amounts set aside out of 3 statewide fuel taxes distributed to cities according to RCW 46.68.110(2), to contract with the municipal research and services 4 5 center to convene a department of transportation-local government partnership work group to create a procedure in which the department 6 7 of transportation can partner with a local jurisdiction to perform 8 preservation and maintenance and construct projects on state 9 highways.

10 (a) The work group must consist of, but is not limited to, the 11 following members:

12 (i) One representative from a city with a population of more than13 5,000 and fewer than 50,000;

14 (ii) One representative from a city with a population of more 15 than 50,000;

16 (iii) One representative from a county with a population of more 17 than 100,000 and fewer than 400,000;

18 (iv) One representative from a county with a population of more 19 than 400,000;

20 (v) At least one representative of a public port;

21 (vi) A representative from the county road administration board;

22 (vii) A representative of the transportation improvement board;

23 (viii) At least one representative from the department of 24 transportation's local programs division;

25 (ix) At least two representatives from the department of 26 transportation with expertise in procurement and legal services; and

27 (x) At least one member from the house of representatives 28 transportation committee and at least one member from the senate 29 transportation committee.

30 (b) Of the members described in (a) of this subsection, at least 31 one of the city representatives and one of the county representatives 32 must have public works contracting experience, and at least one of 33 the city representatives and one of the county representatives must 34 have public works project management experience.

35 The work group must make recommendations of (C) how the department of transportation could better work in partnership with 36 37 local jurisdictions to ensure that roadway construction projects can 38 be performed when funds are made available in the omnibus transportation appropriations act even if the 39 department of transportation does not have the capacity to be the project manager 40 Code Rev/AI:eab S-2400.2/25 2nd draft 121

on a project and a local jurisdiction is ready, willing, and able to implement the project within the time frames envisioned in the omnibus transportation appropriations act. In developing its recommendations, the work group must consider, at a minimum:

5 (i) Differing roadway and construction standards between state 6 and local agencies;

7 (ii) Revenue, reimbursement, and financial agreements between 8 state and local agencies;

9 (iii) Differing procurement processes between state and local 10 agencies;

11 (iv) Liability; and

12 (v) Other issues as determined by the work group.

(d) The work group must submit a preliminary report, including any recommendations, to the office of the governor and the transportation committees of the legislature by December 15, 2023. The work group must submit a final report to the office of the governor and the transportation committees of the legislature by July 1, 2024.

19 (4) (a) ((\$2,000,000)) \$404,000 of the carbon emissions reduction 20 account—state appropriation is for the joint transportation committee 21 to oversee:

22 (i) The design of an infrastructure and incentive strategy to drive the purchase and use of zero emission medium and heavy duty 23 24 vehicles, as well as cargo handling and off-road equipment, in the state including, but not limited to, programs for tractor trucks, box 25 trucks, drayage trucks, refuse trucks, step and panel vans, heavy and 26 27 medium-duty buses, school buses, on and off-road terminal tractors, transport refrigeration units, forklifts, container handling 28 equipment, airport cargo loaders, and railcar movers; and 29

30 (ii) A review of the passenger vehicle tax incentive in current 31 law and evaluation of its utility, to include possible modification 32 of the criteria for eligibility and tax incentive amount maximums, as 33 applicable.

34 (b) Design development must include recommendations for encouraging vehicle conversions for smaller commercial vehicle fleets 35 36 and owner-operators of commercial vehicles, as well as tools for 37 facilitating carbon emission reductions to benefit vulnerable overburdened communities. 38 populations and Infrastructure and incentive programs recommended may include, but are not limited to, 39 grant, rebate, tax incentive, and financing assistance programs. 40

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1 (c) Consultation with legislative members identified by the chair 2 and ranking members of the transportation committees of the 3 legislature throughout design of the infrastructure and incentive 4 strategy is required. A report is due to the transportation 5 committees of the legislature by January 2, 2024.

6 (5) ((\$125,000)) <u>\$53,000</u> of the motor vehicle account—state appropriation and ((\$125,000)) 7 \$53,000 of the multimodal 8 transportation account—state appropriation are for the joint 9 transportation committee to evaluate potential options and make recommendations for a statewide household travel 10 survey and 11 additional analytical capacity regarding transportation research.

12 (a) The recommendation on the statewide household travel survey 13 must be based on how well a statewide survey investment would: 14 Address policy questions related to household travel; address gaps 15 between separate regional and local transportation models; and create 16 a dataset to allow both for analysis and response to policymakers' questions relating to household travel and for transportation 17 18 modeling and development. In evaluating potential survey options, the 19 committee shall consider opportunities for the state to partner and 20 expand on developed established household travel surveys, including surveys conducted at both the Puget Sound regional council and the 21 22 federal highway administration. In its recommendation, the committee 23 shall outline the process required for a statewide survey, including the costs and timing of each option. 24

25 The committee shall recommend an agency or agencies to (b) 26 perform ongoing analysis of a statewide household travel survey and 27 other transportation research. The committee shall consider the 28 ability of an agency or agencies to meet shorter timeline policy 29 needs, as well as longer timeline research projects. The 30 recommendation must include the timing and costs associated with the 31 development of such analytical capacity.

((\$1,000,000)) \$600,000 of the carbon emissions reduction 32 (6) account—state appropriation is for the joint transportation committee 33 34 to oversee the development of tools and methodologies to assist in program delivery evaluation for programs that receive appropriations 35 36 from the carbon emissions reduction account. Program delivery 37 evaluation must include carbon emissions reduction estimates by program and by unit of time, program cost per unit of emission 38 39 reduction, quantified benefits to vulnerable populations and

overburdened communities by program cost, any additional appropriate qualitative and quantitative metrics, and actionable recommendations for improvements in program delivery. A report is due to the transportation committees of the legislature by October 1, 2024.

(7) ((\$500,000)) <u>\$175,000</u> of the motor vehicle account—state 5 6 appropriation is for the joint transportation committee to engage an 7 independent review team to work in coordination with the Washington state department of transportation's analysis, funded in section 8 217(10), chapter 472, Laws of 2023, of highway, road, and freight 9 rail transportation needs, options, and impacts from shifting the 10 movement of freight and goods that currently move by barge through 11 12 the lower Snake river dams to highways, other roads, and rail.

13 (a) The department shall include the independent review team in 14 all phases of the analysis to enable the team to develop an independent assessment of the analysis, assumptions, 15 stakeholder engagement, and cost and impact estimates. Summary findings from the 16 17 independent assessment must be provided to the department, the 18 governor's office, and the transportation committees of the legislature on a quarterly basis, with an end of biennium report due 19 to the governor and the transportation committees of the legislature 20 21 by June 30, 2025.

The independent review team must conduct an independent 22 (b) stakeholder engagement effort. The river transportation work group 23 24 must be formed to provide data and guidance to the independent review team for the independent stakeholder engagement effort. The river 25 transportation work group must be made up of stakeholders, including 26 27 farming and agricultural production, fishing industry, tug and barge operators, shippers and receivers, public ports, railroad operators, 28 29 cruise lines, the federal highway administration, and the army corps of engineers. Consultations with federally recognized tribes must 30 also occur in coordination with the Washington state department of 31 32 transportation.

33 (c) The independent review team shall make regular presentations 34 to the joint transportation committee and, by request, to the 35 transportation committees of the legislature.

(8) The joint transportation committee shall also convene a work
 group that includes, but is not limited to, the executive committee
 of the joint transportation committee, the office of financial
 management, the Washington state department of transportation, and
 the Washington state treasurer's office to develop recommendations,
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1 by October 15, 2023, to meet the challenge of identifying an 2 achievable delivery schedule for completing transportation projects 3 across the state.

(9) (a) \$450,000 of the motor vehicle account—state appropriation 4 is for the joint transportation committee to conduct a study and make 5 recommendations on alternative project delivery methods that may be 6 7 used by the Washington state department of transportation in public works contracting. The study must review use of design-build, design-8 bid-build, progressive design build, general contractor/construction 9 10 manager, public-private partnerships, and other contracting methods, including the alliance contracting procedure, and how choice of 11 12 project delivery method impacts cost, contract competition, and 13 project delivery schedule.

(b) The study must also evaluate other innovative project delivery practices utilized around the country and Washington statespecific possibilities such as: (i) Increased use of the advanced environmental mitigation revolving account and advance right-of-way revolving fund as cost containment strategies; and (ii) benefits and costs associated with the bundling of bridge, culvert, or other groups of projects into single procurement packages.

(c) The study must specifically examine contracting methods, alternative bundling concepts, and other options to manage costs as the Washington state department of transportation continues to make progress on meeting the requirements of the federal U.S. v. Washington court injunction.

26 (d) The study must include recommendations on any changes to 27 current practices and statutory requirements.

(e) In developing project delivery method recommendations, the
 joint transportation committee must engage with industry stakeholders
 including, but not limited to, engineering, contracting,
 environmental, and women and minority-owned business communities.

32 (f) A preliminary report is due to the office of the governor and 33 the transportation committees of the legislature by December 15, 34 2024. A final report is due to the office of the governor and the 35 transportation committees of the legislature by June 30, 2025.

36 (10) (a) \$375,000 of the motor vehicle account—state appropriation 37 is for the joint transportation committee to contract with the 38 municipal research and services center to convene a project delivery 39 streamlining work group to review streamlining options and recommend 40 practices that support expedited project delivery.

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1 (b) The work group must consist of, but is not limited to, the 2 following members: (i) One representative from a city with a population of more than 3 5,000 and fewer than 50,000; 4 (ii) One representative from a city with a population of more 5 6 than 50,000; 7 (iii) One representative from a county with a population of more than 100,000 and fewer than 400,000; 8 (iv) One representative from a county with a population of more 9 than 400,000; 10 11 (v) At least one representative of a transit agency serving a 12 rural county; (vi) At least one representative of a transit agency serving an 13 14 urban county; (vii) At least one representative of a regional transit 15 16 authority; 17 (viii) At least one representative of a public port; 18 (ix) A representative from the county road administration board; (x) A representative of the transportation improvement board; 19 20 (xi) A representative of the freight mobility strategic 21 investment board; 22 (xii) At least one representative from the department of transportation's local programs division with experience in federal 23 24 funding oversight; and 25 (xiii) At least two representatives from the department of 26 transportation with expertise in procurement and the multiagency 27 permit program. 28 (c) Of the members described in (b) of this subsection, at least one of the city representatives and one of the county representatives 29 must have public works contracting experience, and at least one of 30 31 the city representatives and one of the county representatives must 32 have public works project management experience. (d) The work group must review options for project streamlining 33 to expedite project delivery that include, but are not limited to: 34 Preapplication communication; partnership agreements; contracting 35 processes; fund sources; mitigation; land use; rights-of-way; 36 permitting; and shared technology; and must identify opportunities 37 38 for pilot projects to test some of these recommendations.

39 (e) The work group must submit a preliminary report to the office
 40 of the governor and the transportation committees of the legislature
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by December 15, 2024. The work group must submit a final report to the office of the governor and the transportation committees of the legislature by June 30, 2025.

4 (11) ((\$100,000 of the Puget Sound ferry operations account state appropriation is for the joint transportation committee to convene a 5 6 work group in advance of the 75th anniversary of the Washington state ferries on June 1, 2026, to review Washington state ferry funding 7 requirements and options to increase dedicated funding sources for 8 the ferry system. The executive committee of the joint transportation 9 committee may appoint relevant stakeholders as part of the work 10 11 group. A preliminary report must be submitted to the governor and transportation committees of the legislature by December 15, 2024, 12 13 and the legislature intends that a final report will be submitted to the governor and transportation committees of the legislature by June 14 $\frac{1}{2026}$ 15

(12) Beginning January 1, 2025, \$477,000)) \$203,000 of the carbon 16 17 emissions reduction account-state appropriation is for the joint 18 transportation committee to conduct a study of the impacts of 19 implementing California's emissions standards for ocean-going vessels 20 at berth in Titles 13 and 17 of the California Code of Regulations in 21 Washington. The study must include estimates of greenhouse gas emissions reductions, criteria air pollutant reductions, potential 22 23 labor impacts, potential impacts on shipping costs and port competitiveness, and shore power infrastructure needs and costs. The 24 joint transportation committee must, at a minimum, coordinate with 25 26 the ecology, department of transportation, department of 27 representatives from Washington ports, shippers, utilities, and the 28 trucking industry, impacted labor unions, and environmental organizations. The joint transportation committee must report to the 29 30 transportation committees of the legislature by June 30, 2025.

(((13))) (12)(a) \$250,000 of the multimodal transportation 31 account—state appropriation is for the joint transportation committee 32 to contract with a national expert on developing inclusive, mixed-33 34 income, mixed-use transit-oriented housing to complete a review of transit-oriented development conditions in cities in King, Pierce, 35 36 Spokane, Clark, and Snohomish counties that (i) have populations of 37 more than 12,500; and (ii) have at least one major transit stop, as 36.70A.030. 38 defined in RCW The contracted party must have 39 demonstrated expertise in understanding the impact of housing

development on racially diverse communities, as well as expertise in, and existing peer-reviewed research on, developing housing near transit that is inclusive of low-income, workforce, and market rate housing.

(b) The review must look at any comprehensive plans, housing-5 6 focused local tax and fee programs, and development regulations required to be adopted on or before December 31, 2024. The review 7 must include examples of local and national best practices for 8 developing affordable housing and workforce housing near transit, and 9 allow for comparison on a city-by-city basis. The review must also 10 include a report with recommendations for state-level policy to 11 12 expand housing and mixed-use transit-oriented development in Washington state, in a manner that minimizes displacement of existing 13 communities and ensures housing near transit remains affordable to 14 low-income Washingtonians. The contracted party shall provide its 15 16 review to the appropriate committees of the legislature by June 30, 17 2025.

18 Sec. 904. 2024 c 310 s 205 (uncodified) is amended to read as 19 follows: 20 FOR THE TRANSPORTATION COMMISSION

21	Motor Vehicle Account—State Appropriation ((\$3,289,000))
22	<u>\$3,275,000</u>
23	Interstate 405 and State Route Number 167 Express
24	Toll Lanes Account—State Appropriation \$150,000
25	Multimodal Transportation Account—State
26	Appropriation
27	<u>\$185,000</u>
28	State Route Number 520 Corridor Account—State
29	Appropriation
30	Tacoma Narrows Toll Bridge Account—State
31	Appropriation
32	Alaskan Way Viaduct Replacement Project Account—
33	State Appropriation
34	TOTAL APPROPRIATION
35	\$4,244,000
36	The appropriations in this section are subject to the following

37 conditions and limitations:

(1) ((\$125,000)) <u>\$110,000</u> of the multimodal transportation 1 2 account—state appropriation and ((\$125,000)) \$111,000 of the motor 3 vehicle account-state appropriation are provided solely for the 4 commission to update the statewide transportation plan required under 5 RCW 47.01.071(4). The update process must be informed by guidance from a steering committee comprised of the commission, the joint 6 transportation committee's executive committee, the governor's 7 office, the secretary of the department of transportation, and 8 representatives of metropolitan and regional transportation planning 9 organizations. As part of the update process, the commission shall 10 11 undertake specific actions in the following order:

12 (a) Conduct stakeholder outreach, gathering input, and framing 13 the outreach around the current plan's policy construct and high 14 level priorities, the 2022 transportation revenue package, and 15 recently enacted significant policy legislation;

16 (b) Report outreach findings and results to the joint 17 transportation committee for review and input;

(c) Restructure the plan to (i) primarily focus on high level policy priorities within the six transportation policy goals under RCW 47.04.280 and (ii) align policies, strategies, and objectives with the interests of stakeholders and legislators;

(d) Gather further input from stakeholders and the joint transportation committee on the restructured plan's format and content; and

(e) Finalize the updated plan, based upon input from stakeholdersand the joint transportation committee.

(2) The legislature finds that the current balance of and projected revenues into the Alaskan Way viaduct replacement project account are sufficient to meet financial obligations during fiscal years 2024 and 2025.

(3) Within the parameters established under RCW 47.56.880, the 31 commission shall review toll revenue performance on the Interstate 32 405 and state route number 167 corridor and adjust Interstate 405 33 34 tolls as appropriate to increase toll revenue to provide sufficient funds for payments of future debt pursuant to RCW 47.10.896 and to 35 support improvements to the corridor. The commission shall consider 36 adjusting maximum toll rates, minimum toll rates, and time-of-day 37 38 rates, and restricting direct access ramps to transit and HOV vehicles only, or any combination thereof, in setting tolls to 39 increase toll revenue. The commission is encouraged to make any 40 S-2400.2/25 2nd draft Code Rev/AI:eab 129

adjustments to toll rates in coordination with the planned expansion
 of express toll lanes between the cities of Renton and Bellevue.

(4) \$500,000 of the motor vehicle account—state appropriation is 3 provided solely for the commission to conduct a route jurisdiction 4 study aimed at assessing the current state highway inventory and 5 local roadway designations to determine if changes are needed in 6 7 jurisdictional assignment between the state, county, and city road systems. The study must also review current criteria used to define 8 the state highway system to determine if such criteria continue to be 9 applicable. The commission shall submit a report of study findings 10 recommendations to the transportation committees 11 and of the legislature by July 1, 2025. 12

13 (5) The commission may coordinate with the department of transportation to jointly seek federal funds available through the 14 federal strategic innovations in revenue collection grant program, 15 applying toll credits for meeting match requirements. The commission 16 must provide draft applications for federal grant opportunities to 17 the chairs and ranking members of the transportation committees of 18 19 the legislature for review and comment prior to submission.

(6) The transportation commission shall conduct an assessment 20 21 aimed at identifying approaches to streamlining the current rule-22 making process for setting toll rates and policies for eligible toll facilities, while maintaining public access 23 and providing 24 opportunities to provide input on proposals. The intent of the 25 assessment is to identify rule-making approaches that support the 26 state's ability to set toll rates and policies in a timely and 27 efficient manner, so that the state can meet anticipated funding obligations. This assessment should include a review of rate-setting 28 29 toll authorities in other states. processes used by The transportation commission shall provide recommendations to 30 the transportation committees of the legislature by July 31, 2024. 31

32 (7) The commission shall provide regular updates on the status of ongoing coordination with the state of Oregon on any bistate 33 agreements regarding the mutual or joint setting, adjustment, and 34 35 review of toll rates and exemptions. Prior to finalizing any such 36 agreement, the commission shall provide a draft of the agreement to 37 the transportation committees of the legislature for review and input. Additionally, the commission shall advise on the status of any 38 39 bistate agreements to the joint transportation committee beginning in

September 2023 and quarterly thereafter until any agreements are
 finalized.

(8) \$200,000 of the motor vehicle account—state appropriation is 3 provided solely for the commission to carry out a study assessing 4 approaches to increasing safety and compliance of high occupancy 5 6 vehicle lanes, express toll lanes, tolled facilities, and construction zones, facilitated by advanced technologies. 7

(a) The approaches assessed must, at a minimum, focus on advanced 8 roadside technologies that: Are able to operate independently without 9 10 connection to the department of transportation's existing 11 communication systems and utilities; have a limited physical 12 footprint that does not use over-roadway infrastructure; and have a 13 95 percent or greater license plate reading accuracy.

(b) The study must review current laws, including assessing underlying policies related to prohibitions on program cost coverage coming from infraction or other revenues generated by advanced technology systems, and identify provisions needed to enable a future technology-based safety and compliance program.

19 (c) The commission shall submit an interim report to the 20 transportation committees of the legislature by January 10, 2024, 21 that, at a minimum, provides an initial assessment of the viability 22 of deploying a system into operation. A final report of findings and 23 recommendations must be submitted to the transportation committees of 24 the legislature by June 30, 2024.

(9) \$75,000 of the multimodal transportation account-state 25 26 appropriation is provided solely for the commission to carry out an 27 initial assessment and scoping effort to determine the feasibility of 28 creating a future west coast transportation network plan. This plan would serve to proactively identify and coordinate improvements and 29 30 investments across the west coast states to freight rail, passenger rail, highways, and air transportation. The intent for the plan is to 31 leverage and align west coast efforts to reduce our collective carbon 32 33 footprint, improve freight and passenger mobility, and strengthen 34 west coast resiliency. This effort must be carried out in partnership with the Oregon and California transportation commissions and the 35 36 state department of transportations from each state, and must 37 consider, but not be limited to:

(a) Current state activities, investments, and plans that support
 the establishment of clean transportation in the air, on the
 highways, and on rail lines moving freight and passengers;

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1 (b) Currently identified resiliency risks along the west coast 2 and existing strategic plans and investments that could inform a 3 future west coast unified plan; and

4 (c) Incorporation of work from the statewide transportation 5 policy plan.

6 (10) \$250,000 of the motor vehicle account—state appropriation is 7 provided solely for the commission to carry out engagement with 8 Washington stakeholders on the results of the recently completed 9 Forward Drive research program to inform next steps on road usage 10 charging. The commission must submit a report of findings and 11 recommendations to the transportation committees of the legislature 12 by December 1, 2024.

13 Sec. 905. 2024 c 310 s 207 (uncodified) is amended to read as 14 follows: 15 FOR THE WASHINGTON STATE PATROL 16 Alaskan Way Viaduct Replacement Project Account-17 18 State Patrol Highway Account—State Appropriation. . ((\$629,476,000)) 19 \$621,814,000 20 State Patrol Highway Account—Federal Appropriation. . ((\$19,360,000)) 21 \$23,360,000 22 State Patrol Highway Account—Private/Local 23 24 Highway Safety Account—State Appropriation. \$1,736,000 25 Ignition Interlock Device Revolving Account—State 26 27 Multimodal Transportation Account—State 2.8 State Route Number 520 Corridor Account—State 29 30 31 Tacoma Narrows Toll Bridge Account—State 32 I-405 and SR 167 Express Toll Lanes Account—State 33 34 35 36 \$657,330,000 37 The appropriations in this section are subject to the following 38 conditions and limitations: Code Rev/AI:eab 132 S-2400.2/25 2nd draft

1 (1) \$580,000 of the state patrol highway account-state 2 appropriation is provided solely for the operation of and administrative support to the license investigation unit to enforce 3 vehicle registration laws in southwestern Washington. The Washington 4 5 state patrol, in consultation with the department of revenue, shall maintain a running estimate of the additional vehicle registration 6 7 fees, sales and use taxes, and local vehicle fees remitted to the state pursuant to activity conducted by the license investigation 8 unit. Beginning October 1, 2023, and semiannually thereafter, the 9 10 Washington state patrol shall submit a report detailing the additional revenue amounts generated since July 1, 2023, to the 11 12 director of the office of financial management and the transportation 13 committees of the legislature. At the end of the fiscal quarter in which it is estimated that more than \$625,000 in state sales and use 14 taxes have been remitted to the state since July 1, 2023, the 15 Washington state patrol shall notify the state treasurer and the 16 17 state treasurer shall transfer funds pursuant to section 406, chapter 18 472, Laws of 2023.

(2) Washington state patrol officers engaged in off-duty 19 uniformed employment providing traffic control services to the 20 21 department of transportation or other state agencies may use state 22 patrol vehicles for the purpose of that employment, subject to guidelines adopted by the chief of the Washington state patrol. The 23 24 Washington state patrol must be reimbursed for the use of the vehicle 25 at the prevailing state employee rate for mileage and hours of usage, 26 subject to guidelines developed by the chief of the Washington state 27 patrol.

(3) (a) By December 1st of each year during the 2023-2025 fiscal biennium, the Washington state patrol must report to the transportation committees of the legislature on the status of recruitment and retention activities as follows:

32

(i) A summary of recruitment and retention strategies;

33 (ii) The number of transportation funded staff vacancies by major 34 category;

35 (iii) The number of applicants for each of the positions by these 36 categories;

37 (iv) The composition of workforce;

38 (v) Other relevant outcome measures with comparative information 39 with recent comparable months in prior years; and 1 (vi) Activities related to the implementation of the agency's 2 workforce diversity plan, including short-term and long-term, 3 specific comprehensive outreach, and recruitment strategies to 4 increase populations underrepresented within both commissioned and 5 noncommissioned employee groups.

6 (b) During the 2023-2025 fiscal biennium, the office of financial 7 management, with assistance of the Washington state patrol, must conduct two surveys regarding the competitiveness with law 8 enforcement agencies within the boundaries of the state of Washington 9 pursuant to RCW 43.43.380, with the first survey being informational 10 11 regarding the change since the last survey was conducted and the 12 second survey used as part of the collective bargaining process. Prior to the 2024 legislative session, the office of financial 13 management, with assistance of the Washington state patrol, must also 14 15 provide comparison information regarding recruitment bonus amounts 16 currently being offered by local law enforcement agencies in the 17 state.

18 (4) (a) \$6,575,000 of the state patrol highway account—state 19 appropriation is provided solely for the land mobile radio system 20 replacement, upgrade, and other related activities.

21 (b) Beginning January 1, 2024, the Washington state patrol must report semiannually to the office of the chief information officer on 22 the progress related to the projects and activities associated with 23 24 the land mobile radio system, including the governance structure, 25 outcomes achieved in the prior six-month time period, and how the 26 activities are being managed holistically as recommended by the 27 office of the chief information officer. At the time of submittal to the office of the chief information officer, the report must be 28 29 transmitted to the office of financial management and the 30 transportation committees of the legislature.

\$2,688,000 of the state patrol highway account-state 31 (5) appropriation is provided solely for enhancing the state patrol's 32 33 diversity, equity, and inclusion program, a community engagement 34 program to improve relationships with historically underrepresented communities and to recruit and retain a diverse workforce, and 35 36 contracting with an external psychologist to perform exams. The state 37 patrol will work with the governor's office of equity and meet all 38 reporting requirements and responsibilities pursuant RCW to 43.06D.060. Funds provided for the community engagement program must 39 40 ensure engagement with communities throughout the state.

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1 \$10,000 of the state patrol highway account-state (6)(a) 2 appropriation is provided solely for the Washington state patrol to administer a pilot program that implements a yellow alert system 3 notifying the public when a hit-and-run accident resulting in a 4 fatality or substantial bodily harm has occurred and been reported to 5 the state patrol or other local law enforcement entity. The 6 7 Washington state patrol must post on traffic message boards or share on public communication systems any identifying information acquired 8 including, but not limited to, a complete or partial license plate 9 10 number or a description of the vehicle. Each alert must be posted or shared as such for at least 24 hours. 11

12 (b) The Washington state patrol must report the following to the 13 transportation committees of the legislature annually until June 30, 14 2025:

15

(i) The number of yellow alerts received;

16 (ii) The number of arrests made from accidents reported on the 17 yellow alert system;

18 (iii) The number of hit-and-run accidents resulting in a fatality 19 or substantial bodily harm statewide;

20 (iv) The number of arrests made from accidents described under 21 (b)(iii) of this subsection; and

22

(v) The number of hit-and-run accidents reported statewide.

(c) The Washington state patrol must also report on the efficacy of the program and recommend in its final report if the pilot program should continue or be enacted on a permanent basis and implemented statewide, based on the results of the report.

27 (7)(a) ((\$2,243,000)) <u>\$2,918,000</u> of the state patrol highway 28 account—state appropriation is provided solely for administrative 29 costs, advertising, outreach, and bonus payments associated with developing and implementing a state trooper expedited recruitment 30 31 incentive program for the purpose of recruiting and filling vacant trooper positions in the 2023-2025 fiscal biennium. The legislature 32 33 is committed to continuing the state trooper expedited recruitment 34 incentive program until the vacancy levels are significantly reduced from current levels. The recruitment, advertising, and outreach 35 36 associated with this program must continue efforts to create a more diverse workforce and must also provide an accelerated pathway for 37 38 joining the state patrol for high quality individuals who have 39 previously been employed as a general authority peace officer.

1 (b) The state trooper expedited recruitment incentive program 2 established by the Washington state patrol must include:

3 (i) Thorough hiring procedures to ensure that only the highest 4 quality candidates are selected as cadets and as lateral hires, 5 including extensive review of past law enforcement employment history 6 through extensive reference checks, Brady list identification, and 7 any other issues that may impact the performance, credibility, and 8 integrity of the individual.

9 (ii) An accelerated training program for lateral hires from other 10 agencies that recognizes the knowledge and experience of candidates 11 previously employed in law enforcement; and

12 (iii) A sign-on bonus for each trooper hired through the 13 expedited recruitment incentive program as follows:

14 (A) \$5,000 for each cadet after completion of the Washington15 state patrol academy;

(B) \$5,000 for each successful graduating cadet after completionof a one-year probation period;

18 (C) \$8,000 for each lateral hire after completion of the 19 accelerated training program for lateral hires;

20 (D) \$6,000 for each lateral hire after completion of a one-year 21 probation period; and

(E) \$6,000 for each lateral hire after completion of two years ofservice.

(c) The expenditure on the state trooper expedited recruitment 24 25 incentive program is contingent upon execution of an appropriate 26 memorandum of understanding between the governor or the governor's designee and the exclusive bargaining representative, consistent with 27 28 the terms of this section. Expenditures and eligibility for the state 29 trooper expedited recruitment incentive program established in this section are subject to the availability of amounts appropriated for 30 31 this specific purpose.

32

(d) For the purposes of this subsection:

(i) "Cadet" means a person employed for the express purpose of receiving the on-the-job training required for attendance at the Washington state patrol academy and for becoming a commissioned trooper.

(ii) "Lateral hire" means an eligible employee previouslyemployed as a general authority peace officer.

39 (8) ((\$3,896,000)) \$3,169,000 of the state patrol highway account 40 —state appropriation is provided solely for implementation of chapter Code Rev/AI:eab 136 S-2400.2/25 2nd draft 17, Laws of 2023 (speed safety cameras). If chapter 17, Laws of 2023
 is not enacted by June 30, 2023, the amount provided in this
 subsection lapses.

(9) \$500,000 of the state patrol highway account-state 4 appropriation is provided solely for bonuses and other recruitment 5 and retention-related compensation adjustments for communication 6 officers and other noncommissioned staff of the Washington state 7 patrol who are covered by a collective bargaining agreement. Funding 8 in this subsection must first be used for targeted adjustments for 9 communication officers. Remaining amounts may be used 10 for compensation adjustments for other noncommissioned staff. Funding 11 12 provided in this subsection is contingent upon the governor or the 13 governor's designee reaching an appropriate memorandum of exclusive bargaining representative. 14 understanding with the Agreements reached for compensation adjustments under this section 15 may not exceed the amounts provided. If any agreement or combination 16 17 of agreements exceed the amount provided in this subsection, all the agreements are subject to the requirements of RCW 41.80.010(3). 18

(10) ((\$3,226,000)) <u>\$1,690,000</u> of the state patrol highway 19 20 account—state appropriation is provided solely for ((two)) accelerated training programs for lateral hires. It is the intent of 21 22 the legislature that the ((second)) accelerated training ((program)) 23 programs for lateral hires offered in fiscal year 2025 achieves at 24 least 40 qualified graduates based on the Washington state patrol 25 aggressively recruiting, advertising bonus policies, and taking other 26 steps to achieve this outcome.

(11) \$98,000 of the state patrol highway account—state appropriation is provided solely for the implementation of chapter 26, Laws of 2023 (nonconviction data). If chapter 26, Laws of 2023 is not enacted by June 30, 2023, the amount provided in this subsection lapses.

32 (12) \$76,000 of the state patrol highway account—state 33 appropriation is provided solely for the implementation of chapter 34 471, Laws of 2023 (negligent driving). If chapter 471, Laws of 2023 35 is not enacted by June 30, 2023, the amount provided in this 36 subsection lapses.

(13) \$107,000 of the state patrol highway account—state
 appropriation is provided solely for the implementation of chapter
 462, Laws of 2023 (domestic violence). If chapter 462, Laws of 2023

1 is not enacted by June 30, 2023, the amount provided in this 2 subsection lapses.

3 (14) By December 1, 2024, the Washington state patrol must 4 provide a report to the governor and appropriate committees of the 5 legislature on the status of *McClain v. Washington State Patrol* and 6 an update on legal expenses associated with the case.

7 (15) \$32,000 of the state patrol highway account—state 8 appropriation is provided solely for the implementation of chapter 9 283, Laws of 2023 (illegal racing). If chapter 283, Laws of 2023 is 10 not enacted by June 30, 2023, the amount provided in this subsection 11 lapses.

(16) ((\$5,905,000)) \$9,563,000 of the state patrol highway account—state appropriation is provided solely for a third arming and third trooper basic training class, the initiation of a fourth arming and fourth trooper basic training class, and other additional academy costs. The third cadet class is expected to graduate in June 2025, and the fourth cadet class is expected to graduate in January 2026.

18 (17) ((\$2,381,000)) \$1,758,000 of the state patrol highway 19 account—state appropriation is provided solely for the Washington 20 state patrol to implement the provisions of the settlement agreement 21 under Washington State Patrol Troopers Association v. Washington 22 State Patrol, Public Employment Relations Commission Case No. 134557-23 U-21.

(18) \$2,307,000 of the state patrol highway account—state
 appropriation is provided solely for the migration of the agency's
 active directory into the state enterprise active directory.

(19) \$250,000 of the state patrol highway account—state appropriation is provided solely to expand the activities of the license investigation unit to King county on a pilot basis beyond the unit's current activities in southwestern Washington. By February 15, 2025, the Washington state patrol must provide a status report on the pilot implementation.

(20) ((\$2,222,000)) \$2,640,000 of the state patrol highway account—state appropriation is provided solely for the first planned replacement of an aging Cessna aircraft, including infrared cameras, and \$100,000 of the state patrol highway account—state appropriation is provided solely for the downpayment and related costs of the second planned replacement of another aging Cessna aircraft. It is the intent of the legislature to fund the second planned Cessna

replacement without financing the acquisition as soon as the aircraft can be received in the 2025-2027 fiscal biennium, and therefore, the Washington state patrol may take the necessary steps to ensure delivery of the aircraft as soon as possible in the 2025-2027 fiscal biennium.

6 (21) \$300,000 of the state patrol highway account—state 7 appropriation is provided solely for individual gun safes for 8 troopers and other staff to allow the safe storage of firearms used 9 in the performance of their duties.

10 (22) \$35,000 of the state patrol highway account—state 11 appropriation is provided solely for implementation of chapter 207, 12 Laws of 2024 (tribal warrants). If chapter 207, Laws of 2024 is not 13 enacted by June 30, 2024, the amount provided in this subsection 14 lapses.

(23) \$250,000 of the ignition interlock device revolving account state appropriation is provided solely to improve compliance with ignition interlock device requirements associated with impaired driving offenses. By June 30, 2025, the Washington state patrol must provide a report detailing the staff hired, the activities undertaken, and outcome information associated with improving ignition interlock device compliance rates.

(24) \$691,000 of the state patrol highway account—state appropriation is provided solely for the implementation of chapter 24 237, Laws of 2024 (state patrol longevity bonus). If chapter 237, Laws of 2024 is not enacted by June 30, 2024, the amount provided in this subsection lapses.

(25) \$46,000 of the state patrol highway account—state appropriation is provided solely for the implementation of chapter 301, Laws of 2024 (catalytic converters). If chapter 301, Laws of 2024 is not enacted by June 30, 2024, the amount provided in this subsection lapses.

32 Sec. 906. 2024 c 310 s 208 (uncodified) is amended to read as 33 follows:

34 FOR THE DEPARTMENT OF LICENSING

35	Driver Licensing Technology Support Account—State
36	Appropriation
37	<u>\$1,740,000</u>
38	Marine Fuel Tax Refund Account—State Appropriation \$34,000

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1	Motorcycle Safety Education Account—State
2	Appropriation
3	<u>\$5,292,000</u>
4	Limited Fish and Wildlife Account—State
5	Appropriation
6	<u>\$632,000</u>
7	Highway Safety Account—State Appropriation ((\$283,109,000))
8	<u>\$285,793,000</u>
9	Highway Safety Account—Federal Appropriation \$2,371,000
10	Motor Vehicle Account—State Appropriation ((\$101,823,000))
11	<u>\$100,523,000</u>
12	Motor Vehicle Account—Private/Local Appropriation \$1,336,000
13	Ignition Interlock Device Revolving Account—State
14	Appropriation
15	<u>\$6,509,000</u>
16	Department of Licensing Services Account—State
17	Appropriation
18	\$8,741,000
19	License Plate Technology Account—State Appropriation. ((\$4,398,000))
20	\$4,369,000
21	Abandoned Recreational Vehicle Account—State
22	Appropriation
23	\$4,591,000
24	Limousine Carriers Account—State Appropriation ((\$126,000))
25	<u>\$134,000</u>
26	Electric Vehicle Account—State Appropriation \$443,000
27	DOL Technology Improvement & Data Management
28	Account—State Appropriation
29	Agency Financial Transaction Account—State
30	Appropriation
31	<u>\$16,430,000</u>
32	Move Ahead WA Flexible Account—State Appropriation ((\$2,096,000))
33	<u>\$1,779,000</u>
34	TOTAL APPROPRIATION
35	\$441,660,000
36	The appropriations in this section are subject to the following
37	conditions and limitations:

1 (1) \$1,100,000 of the highway safety account—state appropriation 2 and \$1,100,000 of the move ahead WA flexible account—state 3 appropriation are provided solely for the department to provide an 4 interagency transfer to the department of children, youth, and 5 families for the purpose of providing driver's license support. In 6 addition to support services required under RCW 74.13.338(2), support 7 services may include reimbursement of:

8 (a) The cost for a youth in foster care of any eligible age to 9 complete a driver training education course, as outlined in chapter 10 46.82 or 28A.220 RCW;

(b) The costs incurred by foster youth in foster care for a motor vehicle insurance policy;

13 (c) The costs of roadside assistance, motor vehicle insurance 14 deductibles, motor vehicle registration fees, towing services, car 15 maintenance, comprehensive car insurance, and gas cards; and

16 (d) Any other costs related to obtaining a driver's license and 17 driving legally and safely.

(2) \$150,000 of the highway safety account—state appropriation is provided solely for the department to conduct a study on the feasibility of implementing a mobile application for driver licensing. The department must submit a report of the study findings and any recommendations to the governor and the transportation committees of the legislature by December 1, 2024. The study must:

(a) Review the adoption actions in other states, includingsuccesses and lessons learned;

26 (b) Examine existing technical infrastructure and potential 27 changes needed to maximize interoperability, utility, and privacy 28 protection;

(c) Identify the technical investments and other costs associated
 with issuing digital drivers' licenses through a mobile application;

31 (d) Identify how the technology may impact and can be used by 32 external stakeholders, such as law enforcement;

33 (e) Recommend any process changes required to implement the 34 program successfully and ensure customer satisfaction; and

35 (f) Recommend any statutory changes required to allow for the 36 usage of digital drivers' licenses, including recognition of 37 interstate travelers.

(3) (a) \$350,000 of the highway safety account—state appropriation
 is provided solely for the department, in consultation with the

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1 Washington traffic safety commission, the department of health, the law section of the Washington state 2 elder bar association, organizations representing older drivers, and driver rehabilitation 3 specialists, to develop a comprehensive plan aimed at improving older 4 driver safety. The department must submit a report on the 5 6 comprehensive plan to the governor and the transportation committees of the legislature by December 1, 2024. The plan must include, but is 7 not limited to: 8

9 (i) A comprehensive review of department policies surrounding 10 older drivers and medically at-risk drivers, including:

11

(A) The medical assessment review process; and

12

(B) The counter assessment process in licensing service offices;

(ii) A feasibility analysis of the department establishing a medical advisory board to advise on general policy for at-risk drivers, driving privileges for individual medically at-risk drivers, and an appeals process for drivers whose privileges are revoked or restricted due to medical conditions;

18 (iii) A recommended assessment tool to determine a driver's 19 potential risk to themselves or others when operating a motor vehicle 20 so the department may make informed decisions on appropriate courses 21 of action within the older driver program; and

(iv) Detailed information on how each component of the plan improves the safety associated with older drivers, while preserving the maximum level of older driver independence and privacy;

(b) The department may also use funds provided in this subsection to implement improvements to older driver traffic safety within existing authority.

(4) \$5,499,000 of the motor vehicle account—state appropriation 28 29 is provided solely for the department to upgrade and improve its prorate and fuel tax system, and is subject to the conditions, 30 limitations, and review requirements of section 701, chapter 472, 31 32 Laws of 2023. In each phase of the project, the department must ensure and document the increase in business capabilities and 33 customer service outcomes, the improvements in fuel tax collection 34 35 related information designed to resolve historical discrepancies in 36 reporting information, and how the implementation plan mitigates 37 risks associated with the proposed timeline and results in the sustainability of systems and platforms for the future. Before 38 initiating the implementation phase of the project, the department 39 must report to the office of the chief information officer on how the 40 Code Rev/AI:eab 142 S-2400.2/25 2nd draft

1 project meets its FAST act modernization roadmap, and vendor 2 management and resource plans.

(5) \$16,000 of the motorcycle safety education account-state 3 appropriation, \$2,000 of the limited fish and wildlife account-state 4 appropriation, \$947,000 of the highway safety account-state 5 6 appropriation, \$308,000 of the motor vehicle account-state appropriation, \$14,000 of the ignition interlock device revolving 7 account-state appropriation, and \$14,000 of the department of 8 licensing services account—state appropriation are provided solely 9 10 for the department to redesign and improve its online services and website, and are subject to the conditions, limitations, and review 11 12 requirements in section 701, chapter 472, Laws of 2023.

13 (6) The department shall report on a quarterly basis on licensing service office operations, associated workload, and information with 14 comparative information with recent comparable months in prior years. 15 The report must include detailed statewide and by licensing service 16 office information on staffing levels, average monthly wait times, 17 the number of enhanced drivers' licenses and enhanced identicards 18 issued and renewed, and the number of primary drivers' licenses and 19 identicards issued and renewed. By November 1, 2024, the department 20 21 must prepare a report with recommendations on the future of licensing 22 service office operations based on the recent implementation of efficiency measures designed to reduce the time for licensing 23 transactions and wait times, and the implementation of statutory and 24 policy changes made during the pandemic. 25

(7) For the 2023-2025 fiscal biennium, the department shall charge \$1,336,000 for the administration and collection of a motor vehicle excise tax on behalf of a regional transit authority, as authorized under RCW 82.44.135. The amount in this subsection must be deducted before distributing any revenues to a regional transit authority.

32 (8) \$742,000 of the motor vehicle account—state appropriation is 33 provided solely for the increased costs associated with improvements 34 desired to resolve delays in the production of license plates, 35 including converting all subagents to the standard ordering process as recommended in the December 2022 plate inventory report, and to 36 provide updated annual reports detailing changes in license plate 37 production, inventory, and other practices taken to guard against 38 39 plate production delays. The reports must be submitted to the

governor and the transportation committees of the legislature by
 December 1, 2023, and December 1, 2024.

(9) \$243,000 of the highway safety account—state appropriation is provided solely for the department to continue to provide written materials on, place signage in licensing service offices regarding, and include into new driver training curricula, the requirements of RCW 46.61.212, the slow down and move over law.

(10) ((\$3,082,000)) <u>\$4,591,000</u> of the abandoned recreational 8 vehicle disposal account-state appropriation is provided solely for 9 providing reimbursements in accordance with the department's 10 abandoned recreational vehicle disposal reimbursement program. It is 11 12 the intent of the legislature that the department prioritize this 13 funding for allowable and approved reimbursements and not to build a 14 reserve of funds within the account. During the 2023-2025 fiscal biennium, the department must report any amounts recovered to the 15 16 office of financial management and appropriate committees of the 17 legislature on a quarterly basis.

(11) \$1,077,000 of the highway safety account—federal appropriation is provided solely for implementation of chapter 35, Laws of 2023 (CDL drug and alcohol clearinghouse). If chapter 35, Laws of 2023 is not enacted by June 30, 2023, the amount provided in this subsection lapses.

(12) \$116,000 of the highway safety account—state appropriation is provided solely for implementation of chapter 57, Laws of 2023 (streamlining CDL issuance). If chapter 57, Laws of 2023 is not enacted by June 30, 2023, the amount provided in this subsection lapses.

(13) \$845,000 of the highway safety account—state appropriation is provided solely for the implementation of chapter 445, Laws of 2023 (improving young driver safety). If chapter 445, Laws of 2023 is not enacted by June 30, 2023, the amount provided in this subsection lapses.

(14) \$180,000 of the motor vehicle account—state appropriation is provided solely for the implementation of chapter 440, Laws of 2023 (open motor vehicle safety recalls). If chapter 440, Laws of 2023 is not enacted by June 30, 2023, the amount provided in this subsection lapses.

(15) \$497,000 of the highway safety account—state appropriation
 is provided solely for the implementation of chapter 466, Laws of

1 2023 (updating processes related to voter registration). If chapter 2 466, Laws of 2023 is not enacted by June 30, 2023, the amount 3 provided in this subsection lapses.

4 (16) \$29,000 of the highway safety account—state appropriation is
5 provided solely for the implementation of chapter 118, Laws of 2023
6 (driver's abstract changes). If chapter 118, Laws of 2023 is not
7 enacted by June 30, 2023, the amount provided in this subsection
8 lapses.

9 (17) \$47,000 of the highway safety account—state appropriation is 10 provided solely for the implementation of chapter 453, Laws of 2023 11 (competency evaluations). If chapter 453, Laws of 2023 is not enacted 12 by June 30, 2023, the amount provided in this subsection lapses.

(18) \$23,000 of the highway safety account—state appropriation is provided solely for the implementation of chapter 283, Laws of 2023 (illegal racing). If chapter 283, Laws of 2023 is not enacted by June 30, 2023, the amount provided in this subsection lapses.

(19) \$155,000 of the highway safety account—state appropriation is provided solely for the implementation of chapter 316, Laws of 2023 (jury diversity). If chapter 316, Laws of 2023 is not enacted by June 30, 2023, the amount provided in this subsection lapses.

(20) (a) \$36,000 of the motor vehicle account—state appropriation 21 issuance of nonemergency medical 22 is provided solely for the 23 transportation vehicle decals to implement the high occupancy vehicle lane access pilot program established in section 217(2), chapter 472, 24 25 Laws of 2023. A for hire nonemergency medical transportation vehicle 26 is a vehicle that is a "for hire vehicle" under RCW 46.04.190 that 27 provides nonemergency medical transportation, including for life-28 sustaining transportation purposes, to meet the medical 29 transportation needs of individuals traveling to medical practices and clinics, cancer centers, dialysis facilities, hospitals, and 30 31 other care providers.

32 (b) As part of this pilot program, the owner of a for hire 33 nonemergency medical transportation vehicle may apply to the 34 department, county auditor or other agent, or subagent appointed by 35 the director, for a high occupancy vehicle exempt decal for a for 36 hire nonemergency medical transportation vehicle. The high occupancy 37 vehicle exempt decal allows the for hire nonemergency medical 38 transportation vehicle to use a high occupancy vehicle lane as

specified in RCW 46.61.165 and 47.52.025 during the 2023-2025 fiscal biennium.

3 (c) For the exemption in this subsection to apply to a for hire 4 nonemergency medical transportation vehicle, the decal:

5 (i) Must be displayed on the vehicle so that it is clearly 6 visible from outside the vehicle;

7 (ii) Must identify that the vehicle is exempt from the high 8 occupancy vehicle requirements; and

9

(iii) Must be visible from the rear of the vehicle.

10 (d) The owner of a for hire nonemergency medical transportation 11 vehicle or the owner's representative must apply for a high occupancy 12 vehicle exempt decal on a form provided or approved by the 13 department. The application must include:

14 (i) The name and address of the person who is the owner of the 15 vehicle;

16 (ii) A full description of the vehicle, including its make, 17 model, year, and the vehicle identification number;

18

(iii) The purpose for which the vehicle is principally used;

(iv) An attestation signed by the vehicle's owner or the owner's 19 representative that the vehicle's owner has a minimum of one contract 20 21 or service agreement to provide for hire transportation services for medical purposes with one or more of the following entities: A health 22 insurance company; a hospital, clinic, dialysis center, or other 23 medical institution; a day care center, retirement home, or group 24 25 home; a federal, state, or local agency or jurisdiction; or a broker who negotiates these services on behalf of one or more of these 26 entities; and 27

28 (v) Other information as required by the department upon 29 application.

30 (e) The department, county auditor or other agent, or subagent 31 appointed by the director shall collect the fee required under (f) of 32 this subsection when issuing or renewing a high occupancy vehicle 33 exempt decal.

34 (f) The department, county auditor or other agent, or subagent 35 must collect a \$5 fee when issuing or renewing a decal under this 36 subsection, in addition to any other fees and taxes required by law.

(g) A high occupancy vehicle exempt decal expires June 30, 2025,
and must be marked to indicate its expiration date. The decal may be
renewed if the pilot program is continued past the date of a decal's
expiration. The status as an exempt vehicle continues until the high
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1 occupancy vehicle exempt decal is suspended or revoked for misuse, 2 the vehicle is no longer used as a for hire nonemergency medical 3 transportation vehicle, or the pilot program established in section 4 217(2), chapter 472, Laws of 2023 is terminated.

5

(h) The department may adopt rules to implement this subsection.

6 \$265**,**000 of the highway safety account-state (21) (a) appropriation is provided solely for the department to provide an 7 interagency transfer to the Washington center for deaf and hard of 8 hearing youth, in consultation with the department and the office of 9 the superintendent of public instruction, to fund the cost 10 of interpreters for driver training education for deaf and hard of 11 12 hearing youth to enable them to access driver training education at 13 the same cost as their peers, and to pilot a sustainable driver training education program to determine how best to meet the driver 14 training education needs of deaf and hard of hearing youth in the 15 state in the future. The pilot must include: 16

(i) Determination of an appropriate number of instructors and an appropriate method of certification for instructors who are fluent in American Sign Language (ASL);

(ii) Determination of how best to provide driver training
 education statewide to deaf and hard of hearing novice drivers;

(iii) Development of a program to offer the required curriculum
 under RCW 28A.220.035 to deaf and hard of hearing novice drivers; and

(iv) Capped course instruction costs for deaf and hard of hearingstudents at the average rate of their hearing peers.

(b) The department shall submit a report to the transportation committees of the legislature developed by the Washington center for deaf and hard of hearing youth by March 1, 2024, that provides recommendations for a permanent program to make driver education equitably accessible for deaf and hard of hearing students.

31 (22) \$350,000 of the highway safety account—state appropriation 32 is provided solely for the department to improve the process for 33 commercial driver's license (CDL) holders to submit medical 34 certification documents and update self-certification status to the 35 department. The department shall:

36 (a) Update license express to improve the process and make it 37 more user friendly;

38 (b) Add options for the driver to renew or replace the driver's
 39 CDL credentials as part of the medical or self-certification process;

1 (c) Add a customer verification step confirming the requested 2 changes and clearly stating how this change will impact the driver's 3 CDL; and

(d) Add improved messaging throughout the process.

4

5 In addition, the department shall make available on the driving 6 record abstract a complete medical certificate downgrade history, and 7 provide a one-time mailing to all current CDL holders explaining the 8 process to update their medical certificate documents and self-9 certification.

10 (23) \$1,962,000 of the highway safety account—state appropriation is provided solely for the establishment of a pilot mobile licensing 11 12 unit to provide licensing and identicard services. By December 1, 13 2024, the department must submit a report to the governor and the transportation committees of the legislature detailing the locations 14 served, the number and type of documents issued, and other outcome 15 measures associated with the mobile licensing unit. The report must 16 include consideration of the facility needs of licensing service 17 offices in the context of flexible mobile licensing services. 18

(24) \$2,750,000 of the highway safety account—state appropriation is provided solely for organizations providing driver's license assistance and support services. Of this amount:

(a) \$2,000,000 of the highway safety account—state appropriation
 is provided solely for driver's license assistance and support
 services in King county with an existing provider that is already
 providing these services to low-income immigrant and refugee women;
 and

(b) \$750,000 of the highway safety account—state appropriation is provided solely for additional contracts in fiscal year 2025 with organizations providing driver's license assistance and other related support services in other parts of the state.

(c) By December 1st of each year, the department must submit 31 information on the contracted providers, including: The annual budget 32 33 of the contracted providers in the preceding year; information regarding private and other governmental support for the activities 34 of the providers; and a description of the number of people served, 35 services delivered, and outcome measures. In developing its 2025-2027 36 biennial budget submittal, the department, after consulting with the 37 38 existing organization in King county and organizations receiving 39 funds with the fiscal year 2025 expansion, must develop a statewide

1 delivery plan that maximizes the number of people served, promotes 2 efficiency in service delivery, and recognizes different models based 3 on needs in particular areas of the state.

4 (25) \$8,000 of the motorcycle safety education account—state 5 appropriation is provided solely for the implementation of chapter 6 137, Laws of 2023 (motorcycle safety board). If chapter 137, Laws of 7 2023 is not enacted by June 30, 2023, the amount provided in this 8 subsection lapses.

9 (26) \$29,000 of the motor vehicle account—state appropriation is 10 provided solely for the implementation of chapter 431, Laws of 2023 11 (transportation resources). If chapter 431, Laws of 2023 is not 12 enacted by June 30, 2023, the amount provided in this subsection 13 lapses.

(27) \$282,000 of the highway safety account—state appropriation
is provided solely for the implementation of chapter 471, Laws of
2023 (negligent driving). If chapter 471, Laws of 2023 is not enacted
by June 30, 2023, the amount provided in this subsection lapses.

(28) \$4,464,000 of the highway safety account—state appropriation is provided solely for costs associated with relocating licensing service offices during the 2023-2025 fiscal biennium. This includes \$2,790,000 provided for relocations in the 2023-2025 omnibus transportation appropriations act. By June 30th of each year, the department must submit a status report on licensing service offices planned for relocation during the 2023-2025 fiscal biennium.

(29) \$1,395,000 of the motor vehicle account—state appropriation is provided solely for implementation of chapter 1, Laws of 2024 (enhancing prorate and fuel tax collections). If chapter 1, Laws of 2024 is not enacted by June 30, 2024, the amount provided in this subsection lapses.

(30) ((\$100,000)) \$65,000 of the highway safety account—state
appropriation is provided solely for implementation of chapter 162,
Laws of 2024 (improving access to department of licensing issued
documents). If chapter 162, Laws of 2024 is not enacted by June 30,
2024, the amount provided in this subsection lapses.

(31) \$150,000 of the motor vehicle account—state appropriation is provided solely for the department to conduct a study on the feasibility of implementing a process for the electronic submittal of title and registration documents for motor vehicles, within the current vehicle licensing model. The department must submit a report

1 of the study findings and any recommendations to the governor and the transportation committees of the legislature by September 1, 2025. 2 3 The study must: (a) Review the current processes in Washington and other states, including how such processes addressed fraud prevention 4 and document security; (b) examine existing technical infrastructure 5 6 and potential changes needed to allow for completion and submittal of lien and titling documents by financial institutions and vehicle 7 dealers to subagents, county auditors, and the department of 8 licensing, while maximizing interoperability, utility, data security, 9 and customer privacy; (c) identify the technical investments and 10 11 other costs associated with the submission of electronic documents by 12 financial institutions and vehicle dealers to subagents, county auditors, and the department of licensing; (d) recommend any 13 statutory changes required to allow for the submission of electronic 14 documentation to subagents, county auditors, and the department of 15 16 licensing; and (e) examine the impact of these technology changes on 17 external stakeholders including, but not limited to, subagents, 18 county auditors, financial institutions, vehicle dealers, and insurance companies. 19

(32) \$6,000 of the motorcycle safety education account-state 20 appropriation, \$1,000 of the limited fish and wildlife account-state 21 22 appropriation, \$406,000 of the highway safety account-state the motor vehicle account-state 23 appropriation, \$137,000 of appropriation, \$5,000 of the ignition interlock device revolving 24 25 account—state appropriation, and \$6,000 of the department of licensing services account—state appropriation are provided solely 26 for the department of licensing for additional finance and budget 27 28 staff. By December 1, 2024, the department shall submit a report to 29 the governor and appropriate committees of the legislature on the specific steps the department has taken to address the findings of 30 the State Auditor's Office FY2022 Accountability Audit Report No. 31 32 1032793.

(33) \$225,000 of the highway safety account—state appropriation is provided solely for the department, for incorporation into its comprehensive implementation plan required under chapter 445, Laws of 2023 (improving young driver safety), to expand driver training education requirements for driver's license purposes to persons age 18 through 24 to include: (a) An assessment of opportunities to close availability and accessibility gaps in rural and underserved areas,

as specified in section ((612)) <u>1202</u> of this act; and (b) an analysis of the potential inclusion of a mandatory driver's education refresher course requirement consisting of in-person or virtual classroom-based instruction on risk management and hazard protections one year after licensure, as specified in section ((612)) <u>1302</u> of this act.

7 (34) \$38,000 of the motor vehicle account—state appropriation is
8 provided solely for implementation of chapter 308, Laws of 2024
9 (speed safety cameras). If chapter 308, Laws of 2024 is not enacted
10 by June 30, 2024, the amount provided in this subsection lapses.

(35) \$34,000 of the motor vehicle account—state appropriation is provided solely for the implementation of chapter 146, Laws of 2024 (definition of veteran). If chapter 146, Laws of 2024 is not enacted by June 30, 2024, the amount provided in this subsection lapses.

(36) \$159,000 of the highway safety account—state appropriation is provided solely for the implementation of chapter 306, Laws of 2024 (impaired driving). If chapter 306, Laws of 2024 is not enacted by June 30, 2024, the amount provided in this subsection lapses.

(37) \$300,000 of the highway safety account—state appropriation is provided solely for the implementation of chapter 315, Laws of 2024 (state custody/ID cards). If chapter 315, Laws of 2024 is not enacted by June 30, 2024, the amount provided in this subsection lapses.

(38) \$50,000 of the motor vehicle account—state appropriation is 24 25 provided solely for the department to conduct a study on the 26 feasibility of implementing and administering a per mile fee program. 27 The study must identify the staffing and resources needed to implement and administer the program, including possible technical 28 29 investments, leveraging existing technology platforms. A preliminary report of the study findings relating to internal costs to administer 30 the program is due to the governor and transportation committees of 31 32 the legislature by December 31, 2024. The legislature intends to 33 require a final report that includes potential third-party costs and options to the governor and the transportation committees of the 34 legislature by December 31, 2025. 35

36 (39) \$2,100,000 of the highway safety account—state appropriation 37 is provided solely for the department to increase public awareness of 38 REAL ID. Of the amounts appropriated in this subsection, \$1,000,000 39 is for the department to directly contract with a communications

1 group with experience spreading awareness about REAL ID to communitybased organizations and ethnic media outlets. 2 3 Sec. 907. 2024 c 310 s 209 (uncodified) is amended to read as follows: 4 FOR THE DEPARTMENT OF TRANSPORTATION-TOLL OPERATIONS AND MAINTENANCE 5 6 -PROGRAM B 7 State Route Number 520 Corridor Account-State 8 ((\$67,199,000)) 9 \$55,639,000 State Route Number 520 Civil Penalties Account-State 10 11 12 \$2,378,000 13 Tacoma Narrows Toll Bridge Account-State 14 ((\$34, 398, 000))15 \$36,510,000 16 Alaskan Way Viaduct Replacement Project Account-17 18 \$24,614,000 19 Interstate 405 and State Route Number 167 Express 20 Toll Lanes Account—State Appropriation. ((\$25,523,000)) 21 \$25,764,000 22 23 \$144,905,000

The appropriations in this section are subject to the following conditions and limitations:

26 (1) \$1,300,000 of the Tacoma Narrows toll bridge account-state 27 appropriation and \$12,820,000 of the state route number 520 corridor 28 account-state appropriation are provided solely for the purposes of 29 addressing unforeseen operations and maintenance costs on the Tacoma Narrows bridge and the state route number 520 bridge, respectively. 30 The office of financial management shall place the amounts provided 31 in this subsection, which represent a portion of the required minimum 32 33 fund balance under the policy of the state treasurer, in unallotted 34 status. The office may release the funds only when it determines that 35 all other funds designated for operations and maintenance purposes 36 have been exhausted.

37 (2) As long as the facility is tolled, the department must 38 provide annual reports to the transportation committees of the

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1 legislature on the Interstate 405 express toll lane project 2 performance measures listed in RCW 47.56.880(4). These reports must 3 include:

(a) Information on the travel times and travel time reliability 4 (at a minimum, average and 90th percentile travel times) maintained 5 6 during peak and nonpeak periods in the express toll lanes and general purpose lanes for both the entire corridor and commonly made trips in 7 the corridor including, but not limited to, northbound from Bellevue 8 to Rose Hill, state route number 520 at NE 148th to Interstate 405 at 9 state route number 522, Bellevue to Bothell (both NE 8th to state 10 11 route number 522 and NE 8th to state route number 527), and a trip 12 internal to the corridor (such as NE 85th to NE 160th) and similar southbound trips; and 13

(b) Underlying congestion measurements, that is, speeds, that are being used to generate the summary graphs provided, to be made available in a digital file format.

17 (3) \$535,000 of the Interstate 405 and state route number 167 express toll lanes account-state appropriation, \$1,245,000 of the 18 19 state route number 520 corridor account—state appropriation, \$535,000 of the Tacoma Narrows toll bridge account-state appropriation, and 20 \$702,000 of the Alaskan Way viaduct replacement project account-state 21 22 appropriation are provided solely for the reappropriation of unspent funds on the new tolling back office system from the 2021-2023 fiscal 23 24 biennium.

(4) The department shall make detailed annual reports to the transportation committees of the legislature and the public on the department's website in a manner consistent with past practices as specified in section 209(5), chapter 186, Laws of 2022.

29 the department's 2025-2027 biennial budget (5) As part of 30 request, the department shall update the cost allocation 31 recommendations that assign appropriate costs to each of the toll funds for services provided by relevant Washington state department 32 33 of transportation programs, the Washington state patrol, and the transportation commission. The recommendations shall be based on 34 35 updated traffic and toll transaction patterns and other relevant 36 factors.

37 (6) Up to \$16,648,000 of the amounts provided for operations and 38 maintenance expenses on the state route number 520 facility from the 39 state route number 520 corridor account during the 2023-2025 fiscal

biennium in this act are derived from the receipt of federal American rescue plan act of 2021 funds and not toll revenues.

3 (7) \$500,000 of the state route number 520 corridor account—state 4 appropriation is provided solely for the department to begin a 5 traffic and revenue study of tolling on the state route number 520 6 corridor. The department, in consultation with the transportation 7 commission, shall initiate planning work regarding updated tolling on 8 the state route number 520 corridor.

9 (8) ((\$19,248,000)) <u>\$10,188,000</u> of the state route number 520 10 corridor account—state appropriation is provided solely for the costs 11 of insurance for the state route number 520 floating bridge.

12 (9) \$75,000 of the state route number 520 corridor account—state appropriation is provided solely for the department to (a) conduct an 13 14 actuarial analysis of the short and long-term costs and benefits, 15 including risk mitigation of self-insurance as compared to the commercial insurance option for the state route number 520 floating 16 bridge, as allowed under the terms of the state route number 520 17 18 master bond resolution, and (b) develop a plan to implement a self-19 insurance program for the state route number 520 floating bridge. By 20 December 15, 2024, the department shall report to the governor and 21 the transportation committees of the legislature on the results of 22 the actuarial analysis and the self-insurance program. It is the 23 intent of the legislature to implement a self-insurance program for the state route number 520 floating bridge by July 1, 2025. 24

25 Sec. 908. 2024 c 310 s 210 (uncodified) is amended to read as 26 follows:

27 FOR THE DEPARTMENT OF TRANSPORTATION—INFORMATION TECHNOLOGY—PROGRAM 28 С 29 Transportation Partnership Account—State 30 31 Motor Vehicle Account—State Appropriation. ((\$122,732,000)) 32 \$122,717,000 33 Puget Sound Ferry Operations Account—State 34 Multimodal Transportation Account—State 35 36 Transportation 2003 Account (Nickel Account)-State 37

38

The appropriations in this section are subject to the following conditions and limitations: \$2,006,000 of the motor vehicle account state appropriation is provided solely for hardware cost increases. Before any hardware replacement, the department, in consultation with WaTech, must further review leasing options.

8 Sec. 909. 2024 c 310 s 211 (uncodified) is amended to read as 9 follows:

10 FOR THE DEPARTMENT OF TRANSPORTATION—FACILITY MAINTENANCE,

11 OPERATIONS, AND CONSTRUCTION—PROGRAM D—OPERATING

12	Motor Vehicle Account—State Appropriation ((\$40,362,000))
13	<u>\$40,310,000</u>
14	Move Ahead WA Account—State Appropriation \$2,532,000
15	State Route Number 520 Corridor Account—State
16	Appropriation
17	TOTAL APPROPRIATION
18	\$42,876,000

19 The appropriations in this section are subject to the following 20 conditions and limitations:

21 (1) \$500,000 of the move ahead WA account—state appropriation is provided solely for the department to conduct a detailed space study 22 23 and develop an implementation plan that builds off the findings and 24 recommendations of the department's "Telework Impact Study" completed in September 2022. Such efforts must also incorporate office space 25 26 use reduction requirements for the department in this act as well as 27 current and planned telework levels. The detailed space study and development of the implementation plan must be conducted 28 in 29 consultation with the office of financial management and the department of enterprise services, and must focus on office and 30 administrative space efficiency, providing specific recommendations, 31 cost estimates, and cost savings. While focused on office and 32 33 administrative space, the department is encouraged to review other 34 types of facilities where efficiencies can be achieved. The final 35 study report must include:

(a) The development of low, medium, and high scenarios based on
 reducing space use, with the high space reduction scenario being
 based on a minimum of a 30 percent reduction by 2030;

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(b) Detailed information on any increased capital and other
 implementation costs under each scenario;

3 (c) Detailed information on reduced costs, such as leases,
4 facility maintenance, and utilities, under each scenario;

5 (d) An analysis of opportunities to collocate with other state, 6 local, and other public agencies to reduce costs and improve cost-7 efficiency while meeting utilization standards; and

8 (e) An assessment of the commercial value and return to the state 9 transportation funds associated with the sale of the property from 10 consolidation and other space efficiency measures.

11 (2)(a) The department must submit the implementation plan and 12 final report from the detailed space study to the office of financial 13 management and the transportation committees of the legislature by 14 October 1, 2024.

(b) Conducting the detailed space study under subsection (1) of this section must not prevent or delay the department from meeting other space use and related requirements, or where warranted by current information or opportunities.

19 (c) In addition to the reporting requirement under subsection (1) 20 of this section, the department must provide information to the 21 office of financial management in its comparative analysis of office 22 space, leases, and relocation costs required by the omnibus operating 23 appropriations act.

24 Sec. 910. 2024 c 310 s 212 (uncodified) is amended to read as 25 follows:

26 FOR THE DEPARTMENT OF TRANSPORTATION—TRANSPORTATION EQUIPMENT FUND— 27 PROGRAM E

33 The appropriations in this section are subject to the following 34 conditions and limitations:

35 (1) The entire move ahead WA account—state appropriation is 36 provided solely for the department's costs related to replacing 37 obsolete transportation equipment and replacing fuel sites. Beginning 38 December 1, 2024, and annually thereafter, the department must

1 provide a report to the office of financial management and the 2 transportation committees of the legislature detailing the current 3 progress on replacing obsolete equipment, progress towards reaching a 4 level purchasing state, and the status of a fuel site replacement 5 prioritization plan. The report must also include:

6 (a) A list of department owned and managed fuel sites prioritized
7 by urgency of replacement;

8 (b) A discussion of department practices that would create a 9 sustained revenue source for capital repair and replacement of fuel 10 sites; and

11 (c) A discussion of to what extent the fuel site infrastructure 12 can support zero emissions vehicles.

(2) (a) \$100,000 of the multimodal transportation account—state appropriation is provided solely for the department to administer a pilot program to install and test intelligent speed monitoring technology in a portion of the department's fleet of vehicles while using global positioning system technology and other mapping tools to monitor vehicle location and corresponding speed limits on traveled roadways.

(b) The pilot program must begin by January 1, 2024, for a 12month period. By June 30, 2025, the department must report to the transportation committees of the legislature the results of the pilot program and provide any legislative or policy recommendations, including information on the potential impact of lawsuits related to vehicle operations.

26 Sec. 911. 2024 c 310 s 213 (uncodified) is amended to read as 27 follows:

28 FOR THE DEPARTMENT OF TRANSPORTATION—AVIATION—PROGRAM F

29	Aeronautics Account—State Appropriation ((\$17,448,000))
30	\$17,134,000
31	Aeronautics Account—Federal Appropriation ((\$5,579,000))
32	<u>\$5,129,000</u>
33	Aeronautics Account—Private/Local Appropriation \$60,000
34	TOTAL APPROPRIATION
35	\$22,323,000

The appropriations in this section are subject to the following conditions and limitations:

1 (1) ((\$2,000,000)) <u>\$1,900,000</u> of the aeronautics account—state 2 appropriation is provided solely for the move ahead WA aviation 3 grants. The department shall prioritize projects eligible for federal 4 funding.

(2) ((\$1,476,000)) \$1,376,000 of the aeronautics account—state 5 appropriation is provided solely for sustainable aviation grants 6 7 recommended by the department under the sustainable aviation grants program. The department shall submit a report to the transportation 8 9 committees of the legislature by October 1, 2024, identifying a selection of sustainable aviation projects for funding by the 10 11 legislature. In considering projects to recommend to fund, the 12 department shall only consider projects that advance the state of 13 sustainable aviation technology and lead to future innovation. Innovative sustainable aviation projects may include, but are not 14 15 limited to, pilot projects demonstrating the use of:

16 (a) Mobile battery charging technology;

17 (b) Hydrogen electrolyzers and storage;

18 (c) Electric ground equipment; and

19 (d) Hanger charging technology.

(3) \$300,000 of the aeronautics account—state appropriation is provided solely for the department to develop a statewide advanced air mobility aircraft plan to develop and integrate advanced air mobility aircraft into current modal systems. The department shall submit a report by June 1, 2025, to the office of financial management and the transportation committees of the legislature including, but not limited to:

(a) Near, medium, and long-term recommendations for land use
 planning for advanced and urban air mobility vertiports and
 vertistops;

30 (b) An inventory of infrastructure needs to support a statewide 31 vertiport network and a recommended program to deploy funds to local 32 governments to share costs;

33 (c) Proposed state governance structures and regulatory 34 mechanisms to adequately complement federal aviation administration 35 oversight;

36 (d) Recommended policies to foster vertiport and vertistop 37 infrastructure development that ensure open public access, efficiency 38 in land use siting, and equitable distribution across the state; and

1 (e) In consultation with local jurisdictions, planning 2 organizations, and other modal managers, recommendations on advanced 3 air mobility aircraft integration into statewide transportation 4 plans.

(4) \$1,931,000 of the aeronautics account—state appropriation is 5 6 provided solely for the implementation of chapter 463, Laws of 2023 7 (commercial aviation services). Funding is provided for the activities of the work group and for support of the work group by the 8 department. The activities of the work group include the issuance of 9 the initial progress report, required in section 4, chapter 463, Laws 10 of 2023, which requires the listing of areas that will not have 11 12 further review as the areas are in conflict with the operations of a 13 military installation. The report must also identify unsuitable geographies due to either environmental impacts or impacts to 14 overburdened communities. Additionally, within the funding provided, 15 16 the work group must:

17 (a) Work to understand what studies currently exist on state 18 transportation needs and capacities and identify any gaps of 19 information; and

(b) Conduct meaningful community engagement with overburdened and vulnerable populations with a focus on the environmental justice impact of aviation on communities.

(5) \$300,000 of the aeronautics account—state appropriation is provided solely for the Port of Bremerton to conduct a study on the feasibility of offering commercial service at the Port of Bremerton airport. Pursuant to RCW 47.68.090(2)(c), the department may not require a match for this project.

(6) \$2,575,000 of the aeronautics account—state appropriation is
 provided solely for the Pullman-Moscow regional airport. Pursuant to
 RCW 47.68.090(2)(c), the department may not require a match for this
 project.

32 Sec. 912. 2024 c 310 s 214 (uncodified) is amended to read as 33 follows:

34 FOR THE DEPARTMENT OF TRANSPORTATION—PROGRAM DELIVERY MANAGEMENT AND 35 SUPPORT—PROGRAM H

 1
 Multimodal Transportation Account—State

 2
 Appropriation.
 ((\$1,351,000))

 3
 \$1,001,000

 4
 Move Ahead WA Flexible Account—State Appropriation.
 \$572,000

 5
 TOTAL APPROPRIATION.
 ((\$67,584,000))

 6
 \$65,612,000

7 The appropriations in this section are subject to the following 8 conditions and limitations:

(1) During the 2023-2025 fiscal biennium, if the department takes 9 10 possession of the property situated in the city of Edmonds for which a purchase agreement was executed between Unocal and the department 11 12 in 2005 (Tax Parcel Number 262703-2-003-0009), and if the department 13 confirms that the property is still no longer needed for 14 transportation purposes, the department shall provide the city of 15 Edmonds with the first right of purchase at fair market value in 16 accordance with RCW 47.12.063(3) for the city's intended use of the property to rehabilitate near-shore habitat for salmon and related 17 18 species.

(2) \$469,000 of the motor vehicle account—state appropriation is reappropriated and provided solely for the implementation of chapter 21 217, Laws of 2021 (noxious weeds).

(3) The department shall determine the fair market value of the northern parcel of site 14 on the Puget Sound Gateway Program SR 509 Completion Project Surplus Property list, located immediately south of S. 216th Street and adjacent to the Barnes Creek Nature Trail in Des Moines, to be submitted to the transportation committees of the legislature by December 15, 2023, for an evaluation of possible next steps for use of the property that is in the public interest.

(4) (a) \$572,000 of the move ahead WA flexible account—state
appropriation is provided solely to track and maximize clean fuels
credits and revenue generated by state agencies pursuant to chapter
70A.535 RCW.

33 (b) The LEAP Transportation Document ((2024-2)) 2025-2 ALL PROJECTS as developed March ((6, 2024)) 24, 2025, anticipates 34 35 fulfillment of the requirements under chapter 70A.535 RCW of generating credits and revenue for transportation investments funded 36 37 in an omnibus transportation appropriations act, including the move 38 WA transportation package. The omnibus transportation ahead 39 appropriations act anticipates credits for ferry electrification for

new hybrid electric vessels, active transportation, transit programs
 and projects, alternative fuel infrastructure, connecting
 communities, and multimodal investments.

4 (c) Pursuant to the reporting requirements of RCW 70A.535.050(5),
5 the department must present a detailed projection of the credit
6 revenues generated and achieved directly as a result of the funding
7 and activities in this subsection.

8 (5) \$93,000 of the multimodal transportation account—state 9 appropriation is provided solely for the implementation of chapter 10 169, Laws of 2023 (climate resilience strategy).

\$150,000 of the multimodal 11 ((-(-7)))<u>(6)</u>(a) ((\$500,000)) 12 transportation account-state appropriation is provided solely for the 13 department to explore alternative uses of the state's highway rights-14 of-way to address pressing public needs relating to climate change, 15 equitable communications, renewable energy generation, electrical 16 and distribution projects, broadband projects, transmission inductive charging 17 vegetation management, in travel lanes, 18 alternative fueling facilities, and other appropriate uses. In 19 exploring alternative uses of the state's highway rights-of-way, the 20 department shall:

(i) Review the utility accommodation policy and make recommendations to update the policy to include clean energy and connectivity projects under 23 C.F.R. Part 645. At a minimum, the recommendations for updated clean energy and connectivity projects must include renewable energy and electrical transmission and distribution;

(ii) Review and update the department's integrated roadside vegetation management plans to maximize carbon sequestration and develop habitat and forage for native pollinators, Monarch butterflies, and honeybees through plantings of native noninvasive flowering plants and grasses on the state highways rights-of-way and at safety rest areas;

(iii) Assess the state highways rights-of-way land areas most suitable for solar development by considering slope, elevation, vegetative cover, and solar radiation; and

36 (iv) Identify existing highway rights-of-way suitable as 37 designated energy corridors for electric transmission and 38 distribution and other energy infrastructure.

(b) In carrying out the requirements in (a) of this subsection,
 the department may consult with an organization that uses an advanced
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1 rights-of-way solar mapping tool that uses ArcGIS Pro software for 2 faster and more precise analysis of rights-of-way solar using the 3 state's full spatial rights-of-way data sets.

4 (c) The department must report its findings, recommendations, and 5 status of its updates to the transportation committees of the 6 legislature by January 15, 2025.

((-(8))) (7) To assist the department as it continues to make 7 progress on meeting the requirements of the federal U.S. v. 8 Washington court injunction and to address estimated programmatic 9 cost increases, within the funding provided in this section, the 10 11 department shall analyze contracting methods, alternative bundling 12 concepts, and other options to manage costs. The department shall provide a report outlining recommendations to the governor and 13 transportation committees of the legislature by December 15, 2024. 14

15 Sec. 913. 2024 c 310 s 215 (uncodified) is amended to read as 16 follows:

17 FOR THE DEPARTMENT OF TRANSPORTATION—PUBLIC-PRIVATE PARTNERSHIPS— 18 PROGRAM K

19	Motor Vehicle Account—State Appropriation \$703,000
20	Electric Vehicle Account—State Appropriation \$4,746,000
21	Multimodal Transportation Account—State
22	Appropriation
23	Multimodal Transportation Account—Federal
24	Appropriation
25	<u>\$26,770,000</u>
26	Carbon Emissions Reduction Account—State
27	Appropriation
28	\$43,223,000
29	TOTAL APPROPRIATION
30	\$79,842,000

31 The appropriations in this section are subject to the following 32 conditions and limitations:

33 (1) \$3,746,000 of the electric vehicle account—state 34 appropriation((τ)) and \$30,000,000 of the carbon emissions reduction 35 account—state appropriation((τ and beginning January 1, 2025, 36 \$15,000,000 of the carbon emissions reduction account—state 37 appropriation)) are provided solely for the clean alternative fuel 38 vehicle charging and refueling infrastructure program in ((chapter

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1 287, Laws of 2019 (advancing green transportation adoption))) <u>RCW</u>
2 47.04.350.

3 (2) \$1,000,000 of the electric vehicle account-state 4 appropriation and \$500,000 of the multimodal transportation account-5 state appropriation are provided solely for a colocated DC fast charging and hydrogen fueling station near the Wenatchee or East 6 7 Wenatchee area near a state route or near or on a publicly owned facility to service passenger, light-duty and heavy-duty vehicles. 8 9 The hydrogen fueling station must include a DC fast charging station 10 colocated at the hydrogen fueling station site. Funds may be used for 11 one or more fuel cell electric vehicles that would utilize the 12 fueling stations. The department must contract with a public utility 13 district that produces hydrogen in the area to own and/or manage and 14 provide technical assistance for the design, planning, permitting, 15 construction, maintenance and operation of the hydrogen fueling 16 station. The department and public utility district are encouraged to collaborate with and seek contributions from additional public and 17 18 private partners for the fueling station.

19 (3) The public-private partnerships program must continue to 20 explore retail partnerships at state-owned park and ride facilities, 21 as authorized in RCW 47.04.295.

22 (4) \$1,200,000 of the multimodal transportation account-state 23 appropriation($(_{\tau})$) and \$2,000,000 of the carbon emissions reduction account—state appropriation((, and beginning January 1, 2025, 24 25 \$3,400,000 of the carbon emissions reduction account—state 26 appropriation,)) are provided solely for the pilot program 27 established under ((chapter 287, Laws of 2019 (advancing green transportation adoption)) RCW 47.04.355 to provide clean alternative 28 29 fuel vehicle use opportunities to underserved communities and low to 30 moderate income members of the workforce not readily served by transit or located in transportation corridors with emissions that 31 exceed federal or state emissions standards. Consistent with the 32 33 geographical diversity element described in RCW 47.04.355(4), the 34 legislature strongly encourages the department to consider implementing the pilot in both urban and rural communities if 35 36 possible, to obtain valuable information on the needs of underserved 37 communities located in different geographical locations in 38 Washington.

1 (5) ((\$120,000,000)) <u>\$7,849,000</u> of the carbon emissions reduction account—state appropriation((, and beginning January 1, 2025, 2 3 \$10,000,000 of the carbon emissions reduction account-state 4 appropriation, are)) is provided solely for implementation of zero-5 emission medium and heavy-duty vehicle and equipment infrastructure and incentive programs and for the replacement of school buses 6 powered by fossil fuels with zero-emission school buses, including 7 the purchase and installation of zero-emission school bus refueling 8 9 infrastructure.

10 (a) Of this amount, ((\$20,000,000)) \$3,700,000 is for the 11 department to administer an early action grant program to provide 12 expedited funding for the replacement of school buses powered by 13 fossil fuels with zero-emission school buses, including the purchase 14 and installation of zero-emission school bus refueling 15 infrastructure. The department must contract with the department of 16 ecology to implement the early action grant program.

17 (b)(i) The remaining ((\$110,000,000)) \$4,149,000, inclusive of 18 costs for program administration and staffing, is for a point-of-sale 19 voucher incentive program to encourage the faster adoption of zero-20 emission medium and heavy-duty vehicles to further state climate goals under RCW 70A.45.020 and state equity goals under chapter 21 22 70A.02 RCW. The voucher incentive program must be administered by a 23 third-party administrator that has experience administering voucher incentive programs, with oversight conducted by the department. 24

(ii) The voucher program is required to be designed based on the recommendations of the Joint Transportation Committee report *Washington State Infrastructure and Incentive Program Design for MHD ZEVs*, and to include:

29

(A) Simplified zero-emission vehicle eligibility requirements;

30 (B) Vehicle and infrastructure incentives aligned with programs 31 in other jurisdictions, where appropriate, to streamline user 32 planning;

33 (C) Financial enhancements for select populations based on equity 34 considerations, including for vehicles in disadvantaged communities 35 and vehicles to be purchased by small, minority-owned businesses, 36 with consideration for support of the secondary vehicle market;

(D) A centralized user and manufacturer portal for information,application, and assistance;

39 (E) A fleet assistance and qualification program to assist in
 40 zero-emission vehicle and infrastructure planning, to be administered
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1 by the Washington State University extension energy program in 2 coordination with the department and the voucher program's third-3 party administrator; and

4 (F) A voucher preapproval process to evaluate participant 5 eligibility, readiness for fleet deployment, and infrastructure 6 preparedness.

7 (iii) The following battery electric and hydrogen fuel cell 8 electric vehicle categories and associated charging, as well as 9 refueling infrastructure for these categories, are eligible for the 10 voucher program, subject to additional qualification criteria to be 11 determined by the department and the voucher program third-party 12 administrator:

(A) On-road vehicles from class 2b, heavy work pickups and vans,
 through class 8, heavy tractor-trailer units and refuse trucks; and

15

(B) Cargo handling and off-road equipment.

16 (iv) School buses and transit vehicles eligible for state grant 17 programs for the purchase of zero-emission vehicles are not eligible 18 for vouchers under this program, but are eligible for fleet 19 assistance provided in association with the voucher program, which 20 must include assistance in determining state and federal grant 21 eligibility for these vehicles.

(v) The voucher amounts selected by the department and voucher 22 23 program third-party administrator must further the policy goals of the program cited in (b)(i) of this subsection by offsetting 24 25 investments required for medium and heavy-duty vehicle and equipment owners to transition to zero-emission vehicles and equipment. The 26 department and voucher program third-party administrator must 27 28 condition vehicle and infrastructure voucher funding to ensure these 29 program policy goals are furthered through the voucher funding provided. 30

(vi) Consistent with voucher program design, the department is required to distribute funds to the voucher program third-party administrator sufficiently in advance of final requirements for voucher distribution being met to facilitate the voucher's timely distribution by the third-party administrator to sellers of zeroemission vehicles and infrastructure.

37 (6) \$2,100,000 of the carbon emissions reduction account—state 38 appropriation is provided solely to fund electric vehicle charging 39 infrastructure for the electric charging megasite project at Mount 40 Vernon library commons.

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(7) \$2,500,000 of the multimodal transportation account—state 1 2 appropriation is provided solely for the department to coordinate with cities, counties, ports, and private entities to develop 3 actionable recommendations for state assistance in the development of 4 specific candidate truck parking sites to be developed with 5 6 amenities, identified by location. The department shall identify private land parcels for potential development of sites, which may 7 include, but should not be limited to, a feasibility analysis of 8 sites adjacent to Interstate 90 near North Bend for a 400 to 600 9 space truck parking site. The public benefit of each potential truck 10 11 parking site must be included in this assessment. The department 12 shall consider opportunities for the state to provide assistance in development of truck parking sites, including possible 13 the opportunities to provide assistance in land acquisition and 14 evaluating land use requirements. The department must update the 15 transportation committees of the legislature on agency activities and 16 their status by December 1, 2023, and to provide a final report to 17 the transportation committees of the legislature by December 1, 2024. 18

(8) ((Beginning January 1, 2025, \$10,000,000 of the carbon 19 20 emissions reduction account-state appropriation is provided solely 21 for grants, and to serve as a state match for secured federal funds, to finance hydrogen refueling infrastructure for medium and heavy-22 23 duty vehicles with a focus on locations in disadvantaged and overburdened communities, where possible. The department, in 24 25 consultation with the interagency electric vehicle coordinating council, should pursue any federal funding available through the 26 27 charging and fueling infrastructure discretionary grant program and 28 any other sources under the federal infrastructure investment and jobs act (P.L. 29 117-58). 29

30 (9) Beginning January 1, 2025, \$800,000)) <u>\$400,000</u> of the carbon 31 emissions reduction account—state appropriation is provided solely 32 for the cities of Bellevue and Redmond to each purchase an electric 33 fire engine.

34 (((10) Beginning January 1, 2025, \$1,725,000)) (9) \$874,000 of 35 the carbon emissions reduction account—state appropriation is 36 provided solely for a Tacoma Public Utilities medium-duty zero-37 emission utility service vehicle pilot project that includes charging 38 infrastructure and mobile battery units.

1 Sec. 914. 2024 c 310 s 216 (uncodified) is amended to read as 2 follows: 3 FOR THE DEPARTMENT OF TRANSPORTATION-HIGHWAY MAINTENANCE-PROGRAM M 4 Motor Vehicle Account—State Appropriation. ((\$545,500,000)) 5 \$556,639,000 Motor Vehicle Account—Federal Appropriation. \$7,000,000 6 7 Move Ahead WA Account—State Appropriation. \$50,000,000 8 State Route Number 520 Corridor Account-State 9 10 11 Tacoma Narrows Toll Bridge Account—State 12 13 Alaskan Way Viaduct Replacement Project Account-14 Interstate 405 and State Route Number 167 Express 15 16 Toll Lanes Account—State Appropriation. \$2,624,000 17 18 \$632,541,000

19 The appropriations in this section are subject to the following 20 conditions and limitations:

(1) \$5,000,000 of the motor vehicle account—state appropriation is provided solely for a contingency pool for snow and ice removal. The department must notify the office of financial management and the transportation committees of the legislature when they have spent the base budget for snow and ice removal and will begin using the contingency pool funding.

(2) (a) \$115,000 of the state route number 520 corridor account state appropriation is provided solely for the department to enter into a dispute resolution process with local jurisdictions to produce interagency agreements to address the ongoing facility and landscape maintenance of the three state route number 520 eastside lids and surrounding areas at the Evergreen Point Road, 84th Avenue NE, and 92nd Avenue NE.

34 (b) The agreements pursuant to (a) of this subsection must be 35 executed by June 30, 2024.

(3) (a) \$9,000,000 of the motor vehicle account—state
 appropriation is provided solely for the department to address the
 risks to safety and public health associated with homeless
 encampments on department owned rights-of-way. The department must
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1 coordinate and work with local government officials and social service organizations who provide services and direct people to 2 housing alternatives that are not in highway rights-of-way to help 3 prevent future encampments from forming on highway rights-of-way and 4 may reimburse the organizations doing this outreach assistance who 5 6 transition people into treatment or housing or for debris clean up on highway rights-of-way. A minimum of \$2,000,000 of this appropriation 7 must be used to deliver more frequent removal of litter on the 8 highway rights-of-way that is generated by unsheltered people and may 9 be used to hire crews specializing in collecting and disposing of 10 11 garbage, clearing debris or hazardous material, and implementing 12 safety improvements where hazards exist to the traveling public and department employees. The department may use these funds to either 13 reimburse local law enforcement costs or the Washington state patrol 14 if they are providing enhanced safety to department staff during 15 16 debris cleanup or during efforts to prevent future encampments from 17 forming on highway rights-of-way.

(b) Beginning November 1, 2023, and semiannually thereafter, the Washington state patrol and the department of transportation must jointly submit a report to the governor and the transportation committees of the legislature on the status of these efforts, including:

(i) A summary of the activities related to addressing
 encampments, including information on arrangements with local
 governments or other entities related to these activities;

(ii) A description of the planned activities in the ensuing two
 quarters to further address the emergency hazards and risks along
 state highway rights-of-way; and

(iii) Recommendations for executive branch or legislative action
 to achieve the desired outcome of reduced emergency hazards and risks
 along state highway rights-of-way.

(4) \$1,000,000 of the motor vehicle account—state appropriation 32 is provided solely for a partnership program between the department 33 and the city of Spokane, to be administered in conjunction with 34 35 subsection (3) of this section. The program must address the safety 36 and public health problems created by homeless encampments on the 37 department's property along state highways within the city limits. 38 \$555,000 of the motor vehicle account-state appropriation is for dedicated department maintenance staff and associated clean-up costs. 39 40 The department and the city of Spokane shall enter into a 168 Code Rev/AI:eab S-2400.2/25 2nd draft

reimbursable agreement to cover up to \$445,000 of the city's expenses
 for clean-up crews and landfill costs.

(5) \$1,025,000 of the motor vehicle account—state appropriation 3 4 provided solely for the department to is implement safety improvements and debris clean up on department-owned rights-of-way in 5 the city of Seattle at levels above that being implemented as of 6 January 1, 2019, to be administered in conjunction with subsection 7 (3) of this section. The department must maintain a crew dedicated 8 solely to collecting and disposing of garbage, clearing debris or 9 hazardous material, and implementing safety improvements where 10 hazards exist to the traveling public, department employees, or 11 12 people encamped upon department-owned rights-of-way. The department 13 may request assistance from the Washington state patrol as necessary 14 in order for both agencies to provide enhanced safety-related activities regarding the emergency hazards along state highway 15 16 rights-of-way in the Seattle area.

(6) \$1,015,000 of the motor vehicle account—state appropriation 17 18 is provided solely for a partnership program between the department 19 and the city of Tacoma, to be administered in conjunction with 20 subsection (3) of this section. The program must address the safety 21 and public health problems created by homeless encampments on the 22 department's property along state highways within the city limits. 23 \$570,000 of the motor vehicle account-state appropriation is for 24 dedicated department maintenance staff and associated clean-up costs. 25 The department and the city of Tacoma shall enter into a reimbursable 26 agreement to cover up to \$445,000 of the city's expenses for clean-up 27 crews and landfill costs.

28 (7) ((\$1,500,000)) \$1,300,000 of the motor vehicle account—state 29 appropriation is provided solely for the department to contract with 30 the city of Fife to address the risks to safety and public health associated with homeless encampments on department-owned rights-of-31 32 way along the SR 167/SR 509 Puget Sound Gateway project corridor in 33 and adjacent to the city limits pursuant to section 216(10), chapter 186, Laws of 2022. However, the amount provided in this subsection 34 35 must be placed in unallotted status and may not be spent prior to 36 November 1, 2023. If, after November 1, 2023, the department, in consultation with the office of financial management, determines that 37 the department fully spent the \$2,000,000 appropriated in section 38 39 216(10), chapter 186, Laws of 2022, within the 2021-2023 fiscal

biennium for this purpose, the amount provided in this subsection 1 must remain in unallotted status and unspent. If the department did 2 not fully spend the \$2,000,000 within the 2021-2023 fiscal biennium, 3 the department may only spend from the appropriation in this 4 subsection an amount not in excess of the amount unspent from the 5 6 \$2,000,000 within the 2021-2023 fiscal biennium, with any remaining amount to remain in unallotted status and unspent. In no event may 7 the department spend more than \$2,000,000 within the 2021-2023 and 8 2023-2025 fiscal biennia for this purpose. 9

10 (8) To the greatest extent practicable, the department shall 11 schedule mowing along state highways to occur after litter pickup has 12 been performed in the area to be mowed. This subsection is not 13 intended to prevent mowing or other similar maintenance activities 14 from being undertaken in the event litter pickup has not been 15 performed.

16 Sec. 915. 2024 c 310 s 217 (uncodified) is amended to read as 17 follows:

18 FOR THE DEPARTMENT OF TRANSPORTATION—TRANSPORTATION OPERATIONS—

19 **PROGRAM Q—OPERATING**

20	Highway Safety Fund—State Appropriation ((\$5,529,000))
21	<u>\$4,897,000</u>
22	Motor Vehicle Account—State Appropriation ((\$88,566,000))
23	<u>\$86,659,000</u>
24	Motor Vehicle Account—Federal Appropriation \$2,050,000
25	Motor Vehicle Account—Private/Local Appropriation \$294,000
26	Move Ahead WA Account—State Appropriation \$3,090,000
27	Multimodal Transportation Account—State
28	Appropriation
29	State Route Number 520 Corridor Account—State
30	Appropriation
31	Tacoma Narrows Toll Bridge Account—State
32	Appropriation
33	Alaskan Way Viaduct Replacement Project Account—
34	State Appropriation
35	Interstate 405 and State Route Number 167 Express
36	Toll Lanes Account—State Appropriation \$37,000
37	TOTAL APPROPRIATION
38	<u>\$103,440,000</u>

1 The appropriations in this section are subject to the following 2 conditions and limitations:

(1) \$6,000,000 of the motor vehicle account—state appropriation is provided solely for low-cost enhancements. The department shall give priority to low-cost enhancement projects that improve safety or provide congestion relief. By December 15th of each odd-numbered year, the department shall provide a report to the legislature listing all low-cost enhancement projects completed in the prior fiscal biennium.

(2) (a) During the 2023-2025 fiscal biennium, the department shall 10 continue a pilot program that expands private transportation 11 12 providers' access to high occupancy vehicle lanes. Under the pilot 13 program, when the department reserves a portion of a highway based on the number of passengers in a vehicle, the following vehicles must be 14 15 authorized to use the reserved portion of the highway if the vehicle 16 has the capacity to carry eight or more passengers, regardless of the number of passengers in the vehicle: (i) Auto transportation company 17 vehicles regulated under chapter 81.68 RCW; (ii) passenger charter 18 carrier vehicles regulated under chapter 81.70 RCW, except marked or 19 20 unmarked stretch limousines and stretch sport utility vehicles as 21 defined under department of licensing rules; (iii) private nonprofit transportation provider vehicles regulated under chapter 81.66 RCW; 22 and (iv) private employer transportation service vehicles. For 23 this subsection, "private employer transportation 24 purposes of 25 service" means regularly scheduled, fixed-route transportation service that is offered by an employer for the benefit of its 26 employees. Nothing in this subsection is intended to authorize the 27 28 conversion of public infrastructure to private, for-profit purposes or to otherwise create an entitlement or other claim by private users 29 30 to public infrastructure.

31 (b) The department shall expand the high occupancy vehicle lane 32 access pilot program to vehicles that deliver or collect blood, tissue, or blood components for a blood-collecting or distributing 33 34 establishment regulated under chapter 70.335 RCW. Under the pilot 35 program, when the department reserves a portion of a highway based on passengers in a vehicle, blood-collecting or 36 the number of distributing establishment vehicles that are clearly and identifiably 37 marked as such on all sides of the vehicle are considered emergency 38

1 vehicles and must be authorized to use the reserved portion of the 2 highway.

(c) The department shall expand the high occupancy vehicle lane 3 access pilot program to for hire nonemergency medical transportation 4 vehicles, when in use for medical purposes, as described in section 5 6 208(20), chapter 472, Laws of 2023. Under the pilot program, when the department reserves a portion of a highway based on the number of 7 passengers in a vehicle, nonemergency medical transportation vehicles 8 that meet the requirements identified in section 208(20), chapter 9 472, Laws of 2023 must be authorized to use the reserved portion of 10 11 the highway.

12 (d) Nothing in this subsection is intended to exempt these 13 vehicles from paying tolls when they do not meet the occupancy 14 requirements established by the department for express toll lanes.

(3) The appropriations in this section assume implementation of additional cost recovery mechanisms to recoup at least \$100,000 in credit card and other financial transaction costs related to the collection of fees imposed under RCW 46.17.400, 46.44.090, and 46.44.0941 for driver and vehicle fee transactions beginning January 1, 2023. The department may recover transaction fees incurred through credit card transactions.

22 (4) The department shall promote safety messages encouraging 23 drivers to slow down and move over and pay attention when emergency lights are flashing on the side of the road and other suitable safety 24 25 messages on electronic message boards the department operates across 26 the state. The messages must be promoted through June 30, 2025. The department may coordinate such messaging with any statewide public 27 awareness campaigns being developed by the department of licensing or 28 the Washington state traffic safety commission, or both. 29

(5) \$5,000,000 of the multimodal transportation account—state appropriation is provided solely for the department to address emergent issues related to safety for pedestrians and bicyclists. Funds may only be spent after approval from the office of financial management. By December 15th of each odd-numbered year, the department shall provide a report to the legislature listing all emergent issues addressed in the prior fiscal biennium.

(6) ((\$3,529,000)) \$2,897,000 of the highway safety account—state
 appropriation is provided solely for implementation of chapter 17,
 Laws of 2023 (speed safety cameras).

1 (7) ((\$1,279,000 of the move ahead WA account state appropriation is provided solely for maintenance and operations of the virtual 2 coordination center. The department is encouraged to apply for 3 federal grant funds for the virtual coordination center and may use 4 state funds as a match. By December 1, 2023, the department shall 5 6 report to the transportation committees of the legislature: (a) 7 Recommendations to expand the center's operations, including specific additional jurisdictions and corridors across the state; and (b) 8 9 amounts received and dates of receipt of any new cash and in-kind matches from virtual coordination center partners including, but not 10 11 limited to, the city of Seattle, King county, other state and local 12 jurisdictions, and private sector partners.

13 (8))) \$100,000 of the motor vehicle account—state appropriation 14 is provided solely for the department to prepare and submit a report 15 to the transportation committees of the legislature by December 1, 16 2024, with a prioritized list of recommendations for improving safety and mobility on Interstate 90 between North Bend and Cle Elum during 17 18 winter weather events, including estimated costs. The recommendations 19 must include, but are not limited to, options to improve compliance 20 with traction tire and chain requirements and reduce snow-related 21 closures.

22 (((9))) <u>(8)</u>(a) ((\$5,000,000)) <u>\$3,100,000</u> of the motor vehicle 23 account-state appropriation is provided solely for the department, in 24 coordination with the independent review team of the joint 25 transportation committee, to conduct an analysis of highway, road, 26 and freight rail transportation needs, options, and impacts from 27 shifting the movement of freight and goods that currently move by 28 barge through the lower Snake river dams to highways, other roads, 29 and rail. The study should generate volume estimates and evaluate 30 scenarios for changes in infrastructure and operations that would be necessary to address those additional volumes. The assessment must 31 32 include quantitative analysis based on available data in terms of 33 both financial and carbon emission costs; and qualitative input 34 gathered from tribal governments, local governments, freight 35 interests, and other key stakeholders, including impacts on 36 disadvantaged/underserved communities. The analysis must include a 37 robust public engagement process to solicit feedback from interested stakeholders including but not limited to: Residents and officials in 38 39 affected cities and counties; stakeholders involved in railroad,

agriculture, fishing, trucking, shipping and other related industries; appropriate Native American tribes; representatives of advocacy and community organizations; and transportation, public works, and economic development organizations in the affected areas, federal highway administration and army corps of engineers. The analysis must be informed by the work of the joint transportation committee's independent review team, and must include the following:

8

(i) Existing volumes and traffic patterns;

9 (ii) Potential changes in volumes and traffic patterns 10 immediately following the loss of freight movement by barge and over 11 the following 20 years, including the carbon emissions impact of this 12 mode shift;

13 (iii) Identification of whether regional geography, land 14 availability, and state and federal regulatory processes would allow 15 for rail and road expansions and increased capacity;

16 (iv) Identification of potential infrastructure and operational 17 improvements to existing highways, other roads, and rail, including 18 additional access to facilities, needed to accommodate the higher 19 freight volumes and impacts and potential opportunities to mitigate 20 impacts on shipping rates;

(v) Identification of rail line development options, including impacts and potential opportunities to mitigate impacts on grain storage and handling facilities at regional unit train yards and port export facilities;

(vi) An assessment of costs associated with mitigating potential slope failure and stabilization necessitated by the drawdown of the river. An assessment of impacts and potential opportunities to mitigate impacts on adjacent roads, bridges, railroads, and utility corridors shall be included;

30 (vii) Both financial and carbon cost estimates for development 31 and implementation of identified needs and options, including 32 planning, design, and construction;

33 (viii) Analysis of the impacts and potential opportunities to 34 mitigate impacts of these infrastructure changes on environmental 35 justice and disadvantaged/underserved communities during 36 construction, as well as from future operations;

(ix) Analysis of safety impacts and potential opportunities to
 mitigate impacts for a shift from barge transportation to rail or
 truck, including increases in rural community traffic and consistency
 with the Washington State Strategic Highway Safety Plan: Target Zero;
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1 (x) Impacts and potential opportunities to mitigate impacts on highly affected commodities, including agriculture, petroleum, 2 project cargo, and wind energy components; 3

Analysis of the impacts and potential opportunities to 4 (xi) mitigate impacts that reduced competition resulting from removing 5 6 barging of agricultural products on the Snake river would have on Washington's agricultural industry along with impacts modal shifts 7 would have on the entire supply chain, including export facilities 8 and ports on the Lower Columbia River; and 9

(xii) Determination of the feasibility that additional east-west 10 freight rail capacity can be achieved, particularly through Columbia 11 12 River Gorge, and the alternative routes that exist in the event that adding more infrastructure on these routes is not feasible. 13

(b) The department shall provide status updates on a quarterly 14 basis in coordination with the joint transportation committee. The 15 16 legislature intends to require a final report to the governor and the 17 transportation committees of the legislature by December 31, 2026.

(((10))) (9) \$2,000,000 of the highway safety account—state 18 19 appropriation is provided solely for the department, in consultation with the Washington traffic safety commission, to evaluate and 20 21 identify geographical locations in both urban and rural highway 22 settings to install and implement wrong-way driving prevention strategies. Such prevention strategies may include improved signage 23 24 pavement markings as recommended by the traffic and safety 25 commission's report on wrong-way driving, "Strategies and 26 Technologies to Prevent and Respond to Wrong-Way Driving Crashes." 27 The department must report to the legislature any crash data or wrong-way violations that occur at the selected locations by June 30, 28 29 2025.

30 (((11))) <u>(10)</u> \$1,000,000 of the motor vehicle account—state appropriation is provided solely for the department to develop an 31 automated highway speed safety camera pilot program to test two to 32 33 three automated traffic safety cameras on state highways. The goals 34 of the automated highway speed safety camera pilot program are to test speed camera technology, determine the impact on speeding 35 behavior in areas of testing, and compile public response to the use 36 37 of traffic safety cameras on highways.

38 (a) The department must work with the Washington state patrol and the traffic safety commission to develop the pilot program to 39 include, but not be limited to, the following program elements: 40 Code Rev/AI:eab

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- 1
- (i) Selection of technology;

2 (ii) Placement of cameras in high speed, collision, or fatality3 locations;

4 (iii) Establishment of public notification and warning signs 5 prior to entering into an area with a speed safety camera;

6 (iv) Outreach and public engagement about the program and site 7 selection process; and

8 (v) Development and implementation of a process to collect and 9 report relevant pilot program data, including rates of speed prior 10 to, during, and after the use of pilot program cameras, and public 11 response to pilot program cameras.

12 (b) Automated traffic safety cameras may only take pictures of 13 the vehicle and the vehicle license plates.

(c) Ticketing of violators using vehicle speed information
 captured by automated traffic safety cameras authorized under the
 pilot program is prohibited during the pilot program.

(d) As part of the pilot program, the department may inform registered vehicle owners of a vehicle's rate of speed exceeding the posted speed limit and the amount of the fine the law would have allowed to be imposed by providing notification by mail.

(e) The department is required to provide a program progress report to the governor and transportation committees of the legislature by ((September 30, 2024)) June 30, 2025, to include a summary of public input on the use of safety cameras, including objections, evaluation of technologies used, and changes in speeding behavior.

(f) Photographs, microphotographs, electronic images, and other personally identifying data captured and collected for the purposes of the pilot program are for the exclusive use of the Washington state patrol and department of transportation in carrying out the pilot program, are not open to the public, and may not be used in court in a pending action or proceeding.

33 (((12))) <u>(11)</u> \$1,000,000 of the motor vehicle account—state 34 appropriation is provided solely for implementation of chapter 111, 35 Laws of 2024 (graffiti abatement and reduction pilot). If chapter 36 111, Laws of 2024 is not enacted by June 30, 2024, the amount 37 provided in this subsection lapses.

38 Sec. 916. 2024 c 310 s 218 (uncodified) is amended to read as 39 follows:

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1	FOR THE DEPARTMENT OF TRANSPORTATION—TRANSPORTATION MANAGEMENT AND
2	SUPPORT-PROGRAM S
3	Motor Vehicle Account—State Appropriation ((\$63,497,000))
4	<u>\$63,501,000</u>
5	Motor Vehicle Account—Federal Appropriation \$780,000
6	Motor Vehicle Account—Private/Local Appropriation \$500,000
7	Move Ahead WA Flexible Account—State Appropriation \$5,400,000
8	Puget Sound Ferry Operations Account—State
9	Appropriation
10	Multimodal Transportation Account—State
11	Appropriation
12	<u>\$15,932,000</u>
13	State Route Number 520 Corridor Account—State
14	Appropriation
15	Tacoma Narrows Toll Bridge Account—State
16	Appropriation
17	Alaskan Way Viaduct Replacement Project Account—
18	State Appropriation
19	Interstate 405 and State Route Number 167 Express
20	Toll Lanes Account—State Appropriation \$114,000
21	TOTAL APPROPRIATION
22	<u>\$87,219,000</u>
23	The appropriations in this section are subject to the following
24	conditions and limitations:

(1) (a) \$2,000,000 of the motor vehicle account—state appropriation and \$5,400,000 of the move ahead WA flexible account state appropriation are provided solely for efforts to increase diversity in the transportation construction workforce through:

(i) The preapprenticeship support services (PASS) and career 29 30 opportunity maritime preapprenticeship support services (COMPASS) 31 programs, which aim to increase diversity in the highway construction 32 maritime workforces and prepare individuals interested and in entering the highway construction and maritime workforces. 33 Τn addition to the services allowed under RCW 47.01.435, the PASS and 34 35 COMPASS programs may provide housing assistance for youth aging out of the foster care and juvenile rehabilitation systems to support 36 37 their participation in a transportation-related preapprenticeship 38 program and support services to obtain necessary maritime documents 39 and coast guard certification; and

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(ii) Assisting minority and women-owned businesses to perform
 work in the highway construction industry.

3 (b) The department shall report annually to the transportation 4 committees of the legislature on efforts to increase diversity in the 5 transportation construction workforce.

6 (2) \$1,512,000 of the motor vehicle account—state appropriation and \$488,000 of the Puget Sound ferry operations account-state 7 appropriation are provided solely for the department to develop, 8 track, and monitor the progress of community workforce agreements, 9 and to assist with the development and implementation of internal 10 diversity, equity, and inclusion efforts and serve as subject matter 11 12 experts on federal and state civil rights provisions. The department 13 shall engage with relevant stakeholders, and provide a progress report on the implementation of efforts under this subsection to the 14 15 transportation committees of the legislature and the governor by December 1, 2024. 16

(3) For Washington state department of transportation small works roster projects under RCW 39.04.155, the department may only allow firms certified as small business enterprises, under 49 C.F.R. 26.39, to bid on the contract, unless the department determines there would be insufficient bidders for a particular project. The department shall report on the effectiveness of this policy to the transportation committees of the legislature by December 1, 2024.

(4) \$21,195,000 of the motor vehicle account—state appropriation and ((\$21,194,000)) \$14,403,000 of the multimodal transportation account—state appropriation are provided solely for the department to upgrade the transportation reporting and accounting information system to the current cloud version of the software, and is subject to the conditions, limitations, and review requirements of section 701, chapter 472, Laws of 2023.

(5) \$56,000 of the motor vehicle account—state appropriation is provided solely for the implementation of chapter 230, Laws of 2023 (clean energy siting).

34 Sec. 917. 2024 c 310 s 219 (uncodified) is amended to read as 35 follows:

36 FOR THE DEPARTMENT OF TRANSPORTATION—TRANSPORTATION PLANNING, DATA,

37 AND RESEARCH—PROGRAM T

38 Carbon Emissions Reduction Account—State

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1 2 Motor Vehicle Account—State Appropriation. ((\$32,044,000)) 3 \$30,471,000 4 Motor Vehicle Account—Federal Appropriation. . . . ((\$31,527,000)) 5 \$31,891,000 Motor Vehicle Account—Private/Local Appropriation. \$400,000 6 7 Move Ahead WA Flexible Account-State Appropriation. . . . \$11,922,000 Multimodal Transportation Account—State 8 9 10 \$2,574,000 11 Multimodal Transportation Account—Federal 12 13 Multimodal Transportation Account—Private/Local 14 15 16 \$84,167,000

17 The appropriations in this section are subject to the following 18 conditions and limitations:

(1) \$750,000 of the multimodal transportation account—state 19 appropriation is provided solely for the department to partner with 20 21 the department of commerce and regional transportation planning 22 organizations in implementing vehicle miles traveled targets and 23 supporting actions. As part of target setting, important factors that 24 must be considered include land use patterns, safety, and vulnerable populations. The department shall provide an interim report by June 25 26 30, 2024, and a final report by June 30, 2025.

(2) \$150,000 of the motor vehicle account—state appropriation is
 provided solely for the department to continue implementation of a
 performance-based project evaluation model. The department must issue
 a report by September 1, 2024.

(3) (a) \$180,000 of the multimodal transportation account—state appropriation is provided solely for Thurston regional planning council (TRPC) to conduct a study examining options for multimodal high capacity transportation (HCT) to serve travelers on the Interstate 5 corridor between central Thurston county (Olympia area) and Pierce county.

37 (b) The study will include an assessment of travelsheds and 38 ridership potential and identify and provide an evaluation of options 39 to enhance connectivity and accessibility for the greater south Puget

Sound region with an emphasis on linking to planned or existing commuter or regional light rail. The study must account for previous and ongoing efforts by transit agencies and the department. The study will emphasize collaboration with a diverse community of interests, including but not limited to transit, business, public agencies, tribes, and providers and users of transportation who because of age, income, or ability may face barriers and challenges.

8 (c) The study is due to the governor and transportation 9 committees of the legislature by September 1, 2024.

10 (4) ((\$700,000)) <u>\$560,000</u> of the multimodal transportation 11 account—state appropriation is provided solely for the city of 12 Seattle's office of planning and community development to support an 13 equitable development initiative to reconnect the South Park 14 neighborhood, currently divided by state route number 99.

15

(a) The support work must include:

16 (i) A public engagement and visioning process led by a 17 neighborhood-based, community organization; and

(ii) A feasibility study of decommissioning state route number 99 in the South Park neighborhood to include, but not be limited to, traffic studies, environmental impact analysis, and development of alternatives, including the transfer of the land to a neighborhoodled community land trust.

(b) The support work must be conducted in coordination and partnership with neighborhood residents, neighborhood industrial and commercial representatives, the state department of transportation, and other entities and neighborhoods potentially impacted by changes to the operation of state route number 99.

(c) The city must provide ((a report on the plan that includes
 recommendations)) an interim report on progress to date to the
 Seattle city council, state department of transportation, and the
 transportation committees of the legislature by June 30, 2025.

32 (5) $((\frac{2}{557,000}))$ $\frac{1000,000}{0}$ of the motor vehicle account—state 33 appropriation is provided solely for the department to upgrade the 34 department's linear referencing system (LRS) and highway performance 35 monitoring system (HPMS)((, and is subject to the conditions, 36 limitations, and review requirements in section 701, chapter 472, 37 Laws of 2023)).

38 (6) \$306,000 of the multimodal transportation account—state 39 appropriation is provided solely for the department to appoint or designate a liaison to serve as a point of contact and resource for the department, local governments, and project proponents regarding land use decisions and processing development permit applications. The liaison must, as a priority, facilitate and expedite any department decisions required for project approval.

6 (7) \$742,000 of the motor vehicle account—federal appropriation 7 is provided solely for remaining work on the "Forward Drive" road 8 usage charge research project overseen by the transportation 9 commission using the remaining amounts of the federal grant award. 10 The remaining work of this project includes:

11 (a) Analysis of road usage charge simulation and participant 12 surveys;

(b) Follow up on road usage charge experiences related to payment installments, mileage exemptions, and vehicle-based mileage reporting;

16

(c) Completion of technology research; and

17 (d) Development of the final "Forward Drive" research program 18 report.

(8) (a) \$11,922,000 of the move ahead WA flexible account—state appropriation is provided solely for an Interstate 5 planning and environmental linkage study and a statewide Interstate 5 master plan, building upon existing work under way in the corridor. It is the intent of the legislature to provide a total of \$40,000,000 for this work by 2029.

(b) The work under (a) of this subsection must include, but is not limited to, the following:

(i) Seismic resiliency planning to refine the level of effort and
 develop informed cost estimates for the seismic vulnerability
 analysis;

30 (ii) HOV lane system-wide performance planning and initial steps 31 to launch a pilot project that progresses innovative and emerging 32 technologies;

(iii) Interstate 5 corridor planning work, including development of a framework, coordination of corridor needs, development of core evaluation criteria and a prioritization process, and identification of early action priority projects that address safety or resiliency, or both, along the corridor; and

(iv) A report to the transportation committees of the legislature by December 1, 2024, with recommendations for future phases and a detailed funding request for work planned through 2029.

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1 (c) Of the amounts provided in this subsection, \$300,000 is provided solely for the department to conduct a Seattle Interstate 5 2 ramp reconfiguration study. The study must be conducted in 3 coordination and partnership with the city of Seattle's department of 4 transportation, informed by the input of Interstate 5 lid 5 6 stakeholders, and coordinated with work under (a) and (b) of this subsection. The department must provide a study report, including 7 recommendations, to the city of Seattle's department 8 of transportation and the transportation committees of the legislature 9 by December 1, 2024. The study must include an analysis of: 10

(i) Options and opportunities to reconfigure, relocate, or remove Interstate 5 ramps within and between Chinatown-International District and the University District for the purpose of improving through-traffic operations, enhancing multimodal transportation safety, and enabling more efficient air rights development;

16 (ii) Potential mitigation needs and cost estimates of ramp 17 changes and demolitions;

18 (iii) Benefits of ramp changes and demolitions to pedestrian and 19 bicycle travel, transit operations, and future lid design;

(iv) Ramps for the mainline, collector-distributor lanes and
express lanes including, at a minimum, ramps connecting to and from
James Street, Cherry Street, 6th Avenue, Madison Street, Seneca
Street, Spring Street, University Street, Union Street, Olive Way,
Yale Avenue, NE 45th Street, and NE 50th Street;

25 (v) Removal of the existing ramps at Seneca Street, Spring 26 Street, and University Street; and

(vi) Removal and consolidation options of the existing NE 45thStreet and NE 50th Street ramps.

(d) The department shall work with the emergency management division of the military department to identify strategic transportation corridors, opportunities to improve resilience and reinforce the corridors against natural disasters, and opportunities to secure federal funding for investments in the resilience of the transportation network. The department shall provide a report to the transportation committees of the legislature by December 1, 2023, on:

36 (i) Strategic transportation corridors and opportunities to 37 improve their resilience;

38 (ii) Federal funding opportunities the state should pursue; and

39 (iii) Recommendations for actions to maximize federal funding for 40 the state of Washington.

1 (9) The department shall continue to coordinate planning work focused on the transportation system in western Washington across 2 3 modes with the goal of maximizing system performance toward the policy goals in RCW 47.04.280 in the most cost-effective manner. This 4 coordination must include, but is not limited to: The Interstate 5 5 6 highway corridor, existing rail infrastructure and future high-speed rail alignment, and commercial aviation capacity. The department must 7 report to the joint transportation committee through existing 8 reporting mechanisms on the status of these planning efforts 9 including, but not limited to, a long-term strategy for addressing 10 11 resilience of the transportation system in western Washington through 12 consideration of changing demand, modal integration, and preservation needs. The coordinated work must include an analysis of different 13 alternatives to promote system resilience, including performance and 14 15 cost of each scenario.

(10) \$3,000,000 of the carbon emissions reduction account—state 16 17 appropriation is provided solely for the department, in coordination 18 with the department's HEAL act team and environmental services 19 office, to develop and implement a community outreach, education, and technical assistance program for overburdened communities and their 20 21 community partners in order to develop community-centered carbon 22 reduction strategies to make meaningful impacts in a community, and to provide assistance in gaining access to available funding to 23 24 implement these strategies, where applicable. The department may 25 provide appropriate compensation to members of overburdened 26 communities who provide solicited community participation and input 27 needed by the department to implement and administer the program established in this subsection. By June 1, 2024, and by June 1, 2025, 28 29 the department must submit a report to the transportation committees of the legislature and to the governor that provides an update on the 30 department's community outreach, education, and technical assistance 31 32 program development and implementation efforts.

33 (11) \$200,000 of the motor vehicle account—state appropriation is 34 provided solely for planning and intersection improvements along state route number 904 and improvements to the local network that 35 36 would feed intersections with state route number 904. This work must include, but is not limited to, the Medical Lake/Four Lakes Road/West 37 38 3rd Ave intersection and feeding local network. The department must collaborate with Spokane county and the city of Cheney on this work 39 40 and other improvement ideas along the corridor.

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1 (12) Beginning January 1, 2025, \$1,000,000 of the carbon 2 emissions reduction account—state appropriation is provided solely for the department to contract with a world cup organizing committee 3 based in Seattle to undertake low carbon transportation planning 4 efforts that will help prepare for the increase in visitors due to 5 the 2026 FIFA world cup soccer matches in Seattle and other venues in 6 7 the state. The planning, to be developed in coordination with the department and local mobility agencies, must identify critical 8 infrastructure and operational improvements that will support active 9 10 transportation and reliability of transit, making it easier for the public to choose options other than single-occupancy vehicles. A 11 12 progress report including best practices for future events must be 13 delivered to the department, office of the governor, and 14 transportation committees of the legislature by June 30, 2025.

15 Sec. 918. 2024 c 310 s 220 (uncodified) is amended to read as 16 follows:

20 Transportation Partnership Account-State 21 22 Motor Vehicle Account—State Appropriation. ((\$112,419,000)) 23 \$149,441,000 24 Puget Sound Ferry Operations Account-State 25 State Route Number 520 Corridor Account-State 26 27 28 Connecting Washington Account—State Appropriation. \$452,000 Multimodal Transportation Account—State 29 30 31 \$8,706,000 32 Tacoma Narrows Toll Bridge Account—State 33 34 Alaskan Way Viaduct Replacement Project Account-35 Interstate 405 and State Route Number 167 Express 36 Toll Lanes Account—State Appropriation. \$43,000 37 38

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2 The appropriations in this section are subject to the following 3 conditions and limitations:

4 (1) Consistent with existing protocol and practices, for any 5 negotiated settlement of a claim against the state for the department 6 that exceeds \$5,000,000, the department, in conjunction with the 7 attorney general and the department of enterprise services, shall 8 notify the director of the office of financial management and the 9 transportation committees of the legislature.

10 On August 1, 2023, and semiannually thereafter, (2)the department, in conjunction with the attorney general 11 and the 12 department of enterprise services, shall provide a report with 13 judgments and settlements dealing with the Washington state ferry system to the director of the office of financial management and the 14 transportation committees of the legislature. The report must include 15 information on: (a) The number of claims and settlements by type; (b) 16 17 the average claim and settlement by type; (c) defense costs 18 associated with those claims and settlements; and (d) information on the impacts of moving legal costs associated with the Washington 19 state ferry system into the statewide self-insurance pool. 20

21 (3) August 1, 2023, and semiannually thereafter, the On 22 department, in conjunction with the attorney general and the department of enterprise services, shall provide a report with 23 24 judgments and settlements dealing with the nonferry operations of the 25 department to the director of the office of financial management and the transportation committees of the legislature. The report must 26 27 include information on: (a) The number of claims and settlements by 28 type; (b) the average claim and settlement by type; and (c) defense 29 costs associated with those claims and settlements.

30 (4) When the department identifies significant legal issues that 31 have potential transportation budget implications, the department 32 must initiate a briefing for appropriate legislative members or staff 33 through the office of the attorney general and its legislative 34 briefing protocol.

35 Sec. 919. 2024 c 310 s 221 (uncodified) is amended to read as 36 follows:

FOR THE DEPARTMENT OF TRANSPORTATION—PUBLIC TRANSPORTATION—PROGRAM V
 Carbon Emissions Reduction Account—State

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1 ((\$30, 400, 000))Appropriation. . . 2 \$2,290,000 3 Climate Transit Programs Account—State Appropriation ((\$410,645,000)) 4 \$378,895,000 5 State Vehicle Parking Account—State Appropriation. \$784,000 Regional Mobility Grant Program Account—State 6 7 8 \$61,730,000 9 Rural Mobility Grant Program Account—State 10 11 Multimodal Transportation Account—State 12 13 \$119,509,000 14 Multimodal Transportation Account—Federal 15 16 Multimodal Transportation Account—Private/Local 17 18 19 \$600,759,000

20 The appropriations in this section are subject to the following 21 conditions and limitations:

22 (1) \$64,906,000 of the multimodal transportation account-state 23 appropriation and $\left(\left(\frac{78,325,000}{9}\right)\right)$ $\frac{77,900,000}{9}$ of the climate transit 24 programs account—state appropriation are provided solely for a grant 25 program for special needs transportation provided by transit agencies 26 and nonprofit providers of transportation. Of this amount:

27 (a) \$14,420,000 of the multimodal transportation account-state appropriation and ((\$17,963,000)) <u>\$17,713,000</u> of the climate transit 28 programs account—state appropriation are provided solely for grants 29 30 to nonprofit providers of special needs transportation. Grants for 31 nonprofit providers must be based on need, including the availability 32 of other providers of service in the area, efforts to coordinate trips among providers and riders, and the cost effectiveness of trips 33 34 provided.

35 (b) \$48,278,000 of the multimodal transportation account-state 36 appropriation and ((\$60,137,000)) <u>\$59,962,000</u> of the climate transit programs account-state appropriation are provided solely for grants 37 38 to transit agencies to transport persons with special transportation needs. To receive a grant, the transit agency must, to the greatest 39 S-2400.2/25 2nd draft Code Rev/AI:eab

1 extent practicable, have a maintenance of effort for special needs transportation that is no less than the previous year's maintenance 2 3 of effort for special needs transportation. Grants for transit agencies must be prorated based on the amount expended for demand 4 response service and route deviated service in calendar year 2021 as 5 6 reported in the "2021 Summary of Public Transportation" published by 7 the department of transportation. No transit agency may receive more than 30 percent of these distributions. Fuel type may not be a factor 8 9 in the grant selection process.

10 (c) \$2,208,000 of the multimodal transportation account—state 11 appropriation and \$225,000 of the climate transit programs account— 12 state appropriation are provided solely for the reappropriation of 13 amounts provided for this purpose in the 2021-2023 fiscal biennium.

(2) \$33,077,000 of the rural mobility grant program account—state appropriation is provided solely for grants to aid small cities in rural areas as prescribed in RCW 47.66.100. Fuel type may not be a factor in the grant selection process.

(3) ((\$11,598,000)) <u>\$9,925,000</u> of the multimodal transportation 18 account-state appropriation is provided solely for a public transit 19 20 rideshare grant program for: (a) Public transit agencies to add or 21 replace rideshare vehicles; and (b) incentives and outreach to 22 increase rideshare use. The grant program for public transit agencies 23 may cover capital costs only, and costs for operating vanpools at public transit agencies are not eligible for funding under this grant 24 25 program. Awards from the grant program must not be used to supplant transit funds currently funding ride share programs, or to hire 26 additional employees. Fuel type may not be a factor in the grant 27 selection process. Of the amounts provided in this subsection, 28 \$1,308,000 is for the reappropriation of amounts provided for this 29 30 purpose in the 2021-2023 fiscal biennium.

31 (4) \$48,597,000 of the regional mobility grant program account— 32 state appropriation is reappropriated and provided solely for the 33 regional mobility grant projects identified in LEAP Transportation 34 Document ((2024-2)) <u>2025-2</u> ALL PROJECTS as developed March ((6, 2024)) <u>24, 2025</u>, Program – Public Transportation Program (V).

36 (5)(a) ((\$71,581,000)) \$13,104,000 of the regional mobility grant 37 program account—state appropriation is provided solely for the 38 regional mobility grant projects identified in LEAP Transportation 39 Document ((2024-2)) <u>2025-2</u> ALL PROJECTS as developed March ((\$7, 1))

1 2024)) 24, 2025, Program - Public Transportation Program (V). The department shall review all projects receiving grant awards under 2 this program at least semiannually to determine whether the projects 3 are making satisfactory progress. Any project that has been awarded 4 funds, but does not report activity on the project within one year of 5 6 the grant award, must be reviewed by the department to determine 7 whether the grant should be terminated. The department shall promptly close out grants when projects have been completed, and any remaining 8 funds must be used only to fund projects identified in the LEAP 9 transportation document referenced in this subsection. The department 10 11 shall provide annual status reports on December 15, 2023, and 12 December 15, 2024, to the office of financial management and the transportation committees of the legislature regarding the projects 13 receiving the grants. It is the intent of the legislature to 14 appropriate funds through the regional mobility grant program only 15 16 for projects that will be completed on schedule. A grantee may not 17 receive more than 25 percent of the amount appropriated in this subsection unless all other funding is awarded. Additionally, when 18 allocating funding for the 2023-2025 fiscal biennium, no more than 30 19 percent of the total grant program may directly benefit or support 20 21 one grantee unless all other funding is awarded. Fuel type may not be 22 a factor in the grant selection process.

(b) In order to be eligible to receive a grant under (a) of this 23 subsection during the 2023-2025 fiscal biennium, a transit agency 24 25 must establish a process for private transportation providers to apply for the use of park and ride facilities. For purposes of this 26 subsection, (i) "private transportation provider" means: An auto 27 transportation company regulated under chapter 81.68 RCW; a passenger 28 charter carrier regulated under chapter 81.70 RCW, except marked or 29 unmarked stretch limousines and stretch sport utility vehicles as 30 31 defined under department of licensing rules; a private nonprofit 32 transportation provider regulated under chapter 81.66 RCW; or a private employer transportation service provider; and (ii) "private 33 employer transportation service" means regularly scheduled, fixed-34 route transportation service that is offered by an employer for the 35 36 benefit of its employees.

(c) ((\$1,500,000)) \$749,000 of the amount appropriated in this
 subsection is provided solely for a contingency fund to assist
 current regional mobility grantees with cost escalations and
 overages. The department shall create a system for grantees to
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request funds, and set a cap of contingency funds per grantee to
 ensure an equitable distribution among requesters.

3 (d) During the 2023-2025 fiscal biennium, the department shall 4 consider applications submitted by regional transportation planning 5 organizations and metropolitan planning organizations for the 6 regional mobility grant program funding in the 2025-2027 fiscal 7 biennium.

(6) \$6,195,000 of the multimodal transportation account—state 8 appropriation, \$3,300,000 of the climate transit programs account-9 state appropriation, and \$784,000 of the state vehicle parking 10 account-state appropriation are provided solely for CTR grants and 11 activities. Fuel type may not be a factor in the grant selection 12 process. Of this amount, \$495,000 of the multimodal transportation 13 14 account-state appropriation is reappropriated and provided solely for 15 continuation of previously approved projects under the first mile/ 16 last mile connections grant program.

17 (7) ((\$16,319,000)) <u>\$12,911,000</u> of the multimodal transportation 18 account—state appropriation is provided solely for connecting Washington transit projects identified in LEAP Transportation 19 Document $((\frac{2024-2}{2}))$ <u>2025-2</u> ALL PROJECTS as developed March $((\frac{6}{2})$ 20 2024)) 24, 2025. It is the intent of the legislature that entities 21 identified to receive funding in the LEAP transportation document 22 referenced in this subsection receive the amounts specified in the 23 time frame specified in that LEAP document. If an entity has already 24 completed a project in the LEAP transportation document referenced in 25 26 this subsection before the time frame identified, the entity may 27 substitute another transit project or projects that cost a similar or lesser amount. 28

(8) The department shall not require more than a 10 percent matchfrom nonprofit transportation providers for state grants.

(9) ((\$12,000,000)) <u>\$10,351,000</u> of the multimodal transportation 31 account—state appropriation and ((\$39,400,000)) <u>\$28,306,000</u> of the 32 climate transit programs account-state appropriation are provided 33 solely for the green transportation capital projects identified in 34 LEAP Transportation Document ((2024-2)) 2025-2 ALL PROJECTS as 35 developed March ((6, 2024)) 24, 2025, Program - Public Transportation 36 Program (V). Of the amount of climate transit program account funds 37 appropriated in this subsection, up to one percent may be used for 38 39 program administration and staffing.

1 (10) \$5,950,000 of the multimodal transportation account—state 2 appropriation and \$1,249,000 of the climate transit programs account— 3 state appropriation are reappropriated and provided solely for the 4 green transportation capital grant projects identified in LEAP 5 Transportation Document ((2024-2)) <u>2025-2</u> ALL PROJECTS as developed 6 March ((6, 2024)) <u>24, 2025</u>, Program – Public Transportation Program 7 (V).

8 ((Beginning January 1, 2025, \$7,442,000 of the carbon (11)9 emissions reduction account-state appropriation is provided solely for additional green transportation capital projects identified in 10 11 LEAP Transportation Document 2024-2 ALL PROJECTS as developed March 12 6, 2024. Of the amounts provided in this subsection, \$1,000,000 is for the Jefferson Transit - Electric Bus Replacement project 13 (GT23250A), \$1,023,000 is for the Pacific Transit - Electrification 14 of the Paratransit Fleet project (GT23250C), \$3,795,000 is for the C-15 TRAN - Hydrogen Fueling Station Infrastructure project (GT23250D), 16 17 and \$1,623,000 is for the Island Transit - Fleet Expansion project 18 (GT23250E).

19 (12) \$10,267,000)) <u>\$8,632,000</u> of the climate transit programs 20 account—state appropriation is provided solely for tribal transit 21 grants. Up to one percent of the amount provided in this subsection 22 may be used for program administration and staffing.

23 (a) The department must establish a tribal transit competitive grant program. Grants to federally recognized tribes may be for any 24 25 transit purpose, including planning, operating costs, maintenance, 26 and capital costs. The department shall report to the transportation committees of the legislature and the office of financial management 27 28 with a list of projects recommended for funding by September 1, 2024, 29 along with recommendations on how to remove barriers for tribes to 30 access grant funds, including removal of grant match requirements, 31 and recommendations for how the department can provide technical 32 assistance.

33 (b) Within the amount provided in this subsection, ((\$10,167,000)) \$8,532,000 is provided solely for move 34 ahead 35 Washington tribal transit grant projects as listed in LEAP Transportation Document $((\frac{2024-2}{2}))$ <u>2025-2</u> ALL PROJECTS as developed 36 37 March ((6, 2024)) 24, 2025. Of this amount, \$529,000 is for the Sauk-Suiattle Commuter project (L1000318). 38

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1 (((13))) (12) \$188,930,000 of the climate transit programs 2 account—state appropriation is provided solely for transit support 3 grants for public transit agencies that have adopted a zero-fare 4 policy for youth 18 years of age and under by October 1, 2022. The 5 department must confirm zero-fare policies are in effect at transit 6 agencies to be eligible for biennial distributions.

7 (((14) \$38,000,000)) <u>(13) \$34,256,000</u> of the climate transit 8 programs account—state appropriation is provided solely for the bus 9 and bus facility grant program for replacement, rehabilitation, and 10 purchase of transit rolling stock, or construction, modification, or 11 rehabilitation of transit facilities.

12 (((15) Beginning January 1, 2025, \$7,758,000 of the carbon 13 emissions reduction account state appropriation is provided solely 14 for additional bus and bus facility projects. Of the amounts provided 15 in this subsection, \$1,467,000 is for Kitsap Transit for inductive 16 charging units for transit centers, \$1,891,000 is for Twin Transit 17 for zero-emission vehicle acquisition, \$4,400,000 is for C-TRAN for 18 highway 99 BRT hydrogen fuel cell buses.

19 (16)) (14) \$2,000,000 of the climate transit programs account—
20 state appropriation is provided solely for newly selected transit
21 coordination grants. The department shall prioritize grant proposals
22 that promote the formation of joint partnerships between transit
23 agencies or merge service delivery across entities.

(((17) \$46,587,000)) (15) \$31,544,000 of the climate transit programs account—state appropriation is provided solely for move ahead Washington transit projects as listed in LEAP Transportation Document ((2024-2)) 2025-2 ALL PROJECTS as developed March ((6, 28 2024)) 24, 2025, Move Ahead WA - Transit Projects.

(a) For projects funded as part of this subsection, if the department expects to have substantial reappropriations for the 2023-2025 fiscal biennium, the department may, on a pilot basis, apply funding from a project with an appropriation that is unable to be used within the 2023-2025 fiscal biennium to advance one or more of the projects listed, prioritizing projects first by tier then by project readiness.

36 (b) In instances when projects listed in the LEAP transportation 37 document referenced in this subsection (15) are no longer viable or 38 have been completed, the department may recommend in its next budget 39 submittal alternative project proposals from the local jurisdictions

1 if the project is similar in type and scope and consistent with 2 limitations on certain funds provided. In the event that the listed 3 project has been completed, the local jurisdictions may, rather than 4 submitting an alternative project, be reimbursed in the year in which 5 it was scheduled for documented costs incurred implementing the 6 listed project, not in excess of the amount awarded from the funding 7 program.

8 (c) At least 10 business days before advancing or swapping a 9 project pursuant to this subsection, the department must notify the 10 office of financial management and the transportation committees of 11 the legislature. The advancement of a project may not hinder the 12 delivery of the projects for which the reappropriations are necessary 13 for the 2023-2025 fiscal biennium.

(((18))) (16) \$702,000 of the multimodal transportation account— 14 state appropriation is provided solely for the department to provide 15 a statewide vanpool benefit for all state employees. For department 16 17 employees working in remote job sites, such as mountain passes, the department must ensure employees are able to access job sites via a 18 subsidized vanpool or provide a modal alternative for the "last mile" 19 to ensure employees can access the job site without additional 20 21 charge.

(((19))) (17) \$200,000 of the multimodal transportation account state appropriation is provided solely for the department to update the 2019 feasibility study to add a fifth travel Washington intercity bus line in the Yakima Valley. The department must provide a summary report of the updated feasibility and cost estimates to the transportation committees of the legislature by December 1, 2024.

(((20))) (18) \$555,000 of the multimodal transportation account 28 29 state appropriation and \$500,000 of the carbon emissions reduction 30 account—state appropriation are provided solely for an interagency transfer to the Washington State University extension energy program 31 32 to administer a technical assistance and education program for public 33 agencies on the use of alternative fuel vehicles. The Washington State University extension energy program shall prepare a report 34 35 regarding the utilization of the program and submit this report to 36 the transportation committees of the legislature by November 15, 2023. 37

38 (((21))) <u>(19)</u>(a) \$500,000 of the multimodal transportation 39 account—state appropriation is provided solely for King county metro

1 to develop a pilot program to place teams, including human services personnel, along routes that are enduring significant public safety 2 issues and various disruptive behavior in south King county. The team 3 would be available to deescalate disruptions, provide immediate 4 access to transit resources, and refer customers to community 5 6 resources to break cycles of inappropriate behavior. The teams must consist of individuals trained in deescalation and outreach. Team 7 functions and duties should be cocreated with community stakeholders. 8

9 (b) King county metro must provide a report to the transportation 10 committees of the legislature by June 30, 2024, regarding the 11 effectiveness of the program, any suggestions for improving its 12 efficacy, and any modifications that might be necessary for other 13 transit providers to institute similar programs.

14 (c) King county metro must provide at least a 50 percent match to 15 develop the pilot program funded under this subsection.

16 (((22))) <u>(20)</u> \$500,000 of the multimodal transportation account—
17 state appropriation is provided solely for planning to move Grays
18 Harbor transit operation and administration facilities from the
19 current location.

20 (((23))) <u>(21)</u> As part of the department's 2025-2027 biennial 21 budget request, the department must submit budget materials for the 22 public transportation division separated into operating and capital 23 budgeted programs.

24 (((24) Beginning January 1, 2025, \$2,000,000)) (22) \$290,000 of 25 the carbon emissions reduction account-state appropriation is 26 provided solely for new transit coordination grants, prioritizing 27 projects that coordinate transit service to and from Washington state 28 ferry terminals. Program eligibility must be expanded to include proposals from transit agencies in counties with populations fewer 29 30 than 700,000 that coordinate service to and from Washington state 31 ferry terminals.

(((25) Beginning January 1, 2025, \$900,000 of the carbon 32 emissions reduction account—state appropriation is provided solely 33 34 for the department to implement certain recommendations from the 2023 frequent transit service study. The department shall define levels 35 and types of demand-response service and measure access to these 36 37 services within Washington for the purpose of gaining a fuller picture of transit access. The department must collect ongoing 38 39 transportation data and develop systems to allow for analysis of

disparities in access to existing fixed route transit. The data collection should prioritize collecting information on accessibility and inclusion of people with disabilities, vulnerable populations in overburdened communities, and other underserved communities. The department shall submit a report on data collection efforts to the transportation committees of the legislature and the office of financial management by June 30, 2025.

8 (26) Beginning January 1, 2025, \$11,800,000 of the carbon 9 emissions reduction account state appropriation is provided solely 10 for the following projects identified in LEAP Transportation Document 11 2024-2 ALL PROJECTS as developed March 6, 2024:

12 (a) Base Refurbish & Expansion for Growth/Columbia County Public 13 Transportation (L4000182);

14 (b) Kitsap Transit: Design & Shore Power (G2000115);

15 (c) Pierce Transit - Meridian (L2021197); and

16 (d) King County Metro South Annex Base - Electrification Elements 17 (L4000174).

18 (27))) (23) \$100,000 of the multimodal transportation account 19 state appropriation is provided solely for King county metro to 20 implement a pilot program to provide funds to nonprofit organizations 21 to offer rideshare vouchers to persons who are low-income and people 22 with disabilities who rely on paratransit to get to and from work or 23 medical appointments. King county metro must work with a group who provides dialysis services in King county and with a group who 24 25 provides employment services and supports to adults with disabilities 26 in the four most populous counties in Washington. The department must 27 submit a report to the office of financial management and the 28 transportation committees of the legislature by June 1, 2025. The 29 report must incorporate feedback from participants to the extent 30 possible and evaluate the effectiveness of the program as an 31 alternative to current public transportation programs.

32 Sec. 920. 2024 c 310 s 222 (uncodified) is amended to read as 33 follows:

34 FOR THE DEPARTMENT OF TRANSPORTATION-MARINE-PROGRAM X

35	Puget Sound Ferry Operations Account—State	
36	Appropriation	((\$571,594,000))
37		<u>\$527,605,000</u>
38	Puget Sound Ferry Operations Account—Federal	

1	Appropriation
2	<u>\$197,187,000</u>
3	Puget Sound Ferry Operations Account—Private/Local
4	Appropriation
5	TOTAL APPROPRIATION
6	\$724,913,000

7 The appropriations in this section are subject to the following 8 conditions and limitations:

9 The office of financial management budget instructions (1)10 require agencies to recast enacted budgets into activities. The Washington state ferries shall include a greater level of detail in 11 12 its 2023-2025 supplemental and 2025-2027 omnibus transportation appropriations act requests, as determined jointly by the office of 13 14 ferries, financial management, the Washington state and the 15 transportation committees of the legislature. This level of detail must include the administrative functions in the operating as well as 16 17 capital programs. The data in the tables in the report must be supplied in a digital file format. 18

19 ((\$97,060,000)) <u>\$88,553,000</u> of the Puget Sound (2)ferry 20 operations account—federal appropriation and ((\$51,450,000)) 21 \$15,884,000 of the Puget Sound ferry operations account-state 22 appropriation are provided solely for auto ferry vessel operating 23 fuel in the 2023-2025 fiscal biennium, which reflect cost savings 24 a reduced biodiesel fuel requirement and, therefore, from is 25 contingent upon the enactment of section 703, chapter 472, Laws of The amount provided in this subsection represents the fuel 26 2023. 27 budget for the purposes of calculating any ferry fare fuel surcharge. 28 The department shall review future use of alternative fuels and dual 29 fuel configurations, including hydrogen.

30 (3) \$500,000 of the Puget Sound ferry operations account—state 31 appropriation is provided solely for operating costs related to 32 moving vessels for emergency capital repairs. Funds may only be spent 33 after approval by the office of financial management.

34 (4) The department must work to increase its outreach and 35 recruitment of populations underrepresented in maritime careers and 36 continue working to expand apprenticeship and internship programs, 37 with an emphasis on programs that are shown to improve recruitment 38 for positions with the state ferry system.

(5) \$175,000 of the Puget Sound ferry operations account-state 1 2 appropriation is provided solely for the department to continue a study of passenger demographics. The study may be included as part of 3 a larger origin and destination study. The department shall report 4 study results to the transportation committees of the legislature by 5 December 1, 2023. Following completion of the study, the department 6 7 must compare study results to the composition of groups outlined in RCW 47.60.310, both by overall representation of ferry riders and by 8 A summary is due to the office of the governor and 9 route. transportation committees of the legislature by December 1, 2024. 10

(6) The department shall continue to oversee a consultant study 11 12 to identify and recommend cost-effective strategies to maximize walk-13 on passenger ridership of the Anacortes - San Juan ferry routes. The study is due to the transportation committees of the legislature by 14 December 1, 2023. By December 1, 2024, any feasible near to medium 15 term solutions identified from the study must be reported to the 16 17 office of the governor and transportation committees of the legislature and include cost estimates for implementation. 18

19 (7) ((\$16,973,000)) <u>\$8,873,000</u> of the Puget Sound ferry 20 operations account—state appropriation is provided solely for 21 Washington state ferries to:

(a) Provide scholarships, coursework fees, and stipends forcandidates to become licensed deck officers (mates);

(b) Improve the process for unlicensed candidates who have
 achieved able-bodied sailor (AB) status to earn their mate's license;

(c) Annually hire, orient, train, and develop entry level engine
 room staff at the wiper classification with the intention of
 successfully promoting to oiler classification;

29

(d) Create an operations project management office;

30 (e) Increase human resources capacity to expand recruitment 31 efforts including to communities currently underrepresented within 32 the Washington state ferries, and add a workforce ombuds; and

33 (f) Hire additional dispatch staff, or any other staff mandatory 34 for system operations.

35 (8) \$169,000 of the Puget Sound ferry operations account—state 36 appropriation is provided solely for hiring an additional service 37 planner.

(9) (a) During negotiations of the 2025-2027 collective bargaining
 agreements, the department must conduct a review and analysis of the

1 collective bargaining agreements governing state ferry employees, to identify provisions that create barriers for, or contribute to 2 3 creating a disparate impact on, newly hired ferry employees, including those who are women, people of color, veterans, and other 4 employees belonging to communities that have historically been 5 6 underrepresented in the workforce. The review and analysis must 7 incorporate, to the extent practicable, the findings and recommendations from the December 2022 joint transportation committee 8 study on Washington state ferries' workforce, and must also include, 9 not be limited to, provisions regarding seniority, 10 but work assignments, and work shifts. The review and analysis must also 11 12 include consultation with the governor's office of labor relations, the governor's office of equity, and the attorney general's office. 13

(b) For future negotiations or modifications of the collective bargaining agreements, it is the intent of the legislature that the collective bargaining representatives for the state and ferry employee organizations may consider the findings of the review and analysis required in (a) of this subsection and negotiate in a manner to remove identified barriers and address identified impacts so as not to perpetuate negative impacts.

(10) \$1,504,000 of the Puget Sound ferry operations account—state appropriation is provided solely for the implementation of chapter 188, Laws of 2023 (state ferry workforce development issues). If chapter 188, Laws of 2023 is not enacted by June 30, 2023, the amount provided in this subsection lapses.

(11) \$5,000,000 of the Puget Sound ferry operations account—state
 appropriation is provided solely for support of the Kitsap transit
 passenger ferry to supplement service on the Seattle-Bremerton route.

(12) \$100,000 of the Puget Sound ferry operations account—state appropriation is provided solely to assess temporary service restoration options for the Sidney, British Columbia route until Washington state ferries can resume its service. Washington state ferries must provide service options and recommendations to the office of financial management and the transportation committees of the legislature by December 15, 2023.

(13) \$2,549,000 of the Puget Sound ferry operations account—state
 appropriation is provided solely for security services at Colman
 Dock.

1 (14) \$13,856,000 of the Puget Sound ferry operations account— 2 state appropriation is provided solely for overtime and 3 familiarization expenses incurred by engine, deck, and terminal 4 staff. The department must provide updated staffing cost estimates 5 for fiscal years 2024 and 2025 with its annual budget submittal and 6 updated estimates by January 1, 2024.

(15) \$1,064,000 of the Puget Sound ferry operations account—state
appropriation is provided solely for traffic control at ferry
terminals at Seattle, Fauntleroy, Kingston, Edmonds, Mukilteo, and
Bainbridge Island, during peak ferry travel times, with a particular
focus on Sundays and holiday weekends.

(16) \$93,000 of the Puget Sound ferry operations account—state appropriation is provided solely for the Washington state ferries to secure housing for workforce training sessions and to pay in advance for the costs of transportation worker identification credentials, merchant mariner credentials, and medical examinations for incoming ferry system employees and trainees.

18 (17) \$10,417,000 of the Puget Sound ferry operations account— 19 state appropriation is provided solely for vessel maintenance 20 initiatives to:

21 (a) Add a second shift at the Eagle Harbor maintenance facility;

(b) Establish maintenance management project controls to maximizevessel maintenance work at the Eagle Harbor facility;

(c) Expand the existing Washington state ferries Eagle Harborapprenticeship program from two to eight apprentices; and

26 (d) Maintain assets in a state of good repair by investing in 27 enterprise asset management operating capacity.

(18) (a) \$855,000 of the Puget Sound ferry operations account-28 29 state appropriation is provided solely for Washington state ferries to provide to Seattle Central Community College for a pilot with the 30 Seattle Maritime Academy for the 2023-2025 fiscal biennium. Funding 31 32 may not be expended until Washington state ferries certifies to the office of financial management that a memorandum of agreement with 33 34 Seattle Central Community College has been executed, and the office of financial management determines that funds provided in this 35 36 subsection are utilized for programs that are a benefit to the 37 Washington state ferries or the prospective workforce pipeline of the Washington state ferries. The memorandum of agreement with Seattle 38 Central Community College must address: 39

1 (i) Prioritized use of training and other facilities and 2 implementation of joint training opportunities for Washington state 3 ferries' employees and trainees;

(ii) Development of a joint recruitment plan with Seattle Central 4 Community College aimed at increasing enrollment of women and people 5 6 of color, with specific strategies to recruit existing community and technical college students, maritime skills center students, high 7 school students from maritime programs, including maritime skills 8 foster care graduates, 9 center students, and former juvenile rehabilitation and adult incarcerated individuals; and 10

(iii) Consultation between the parties on the development of the training program, recruitment plan and operational plan, with an emphasis on increasing enrollment of women and people of color.

(b) The joint training and recruitment plan must be submitted to the appropriate policy and fiscal committees of the legislature by December 1, 2023. The Washington state ferries must submit findings of program effectiveness and recommendations for continuation of the pilot, to the appropriate committees of the legislature by December 1, 2024.

(19) \$420,000 of the Puget Sound ferry operations account 20 21 appropriation—state is provided solely for a contract with an 22 organization with experience evaluating and developing recommendations for the Washington state ferries' workforce to 23 24 provide expertise on short-term strategies including, but not limited 25 to, addressing recruitment, retention, diversity, training needs, 26 leadership development, and succession planning. The consultant shall 27 provide additional assistance as deemed necessary by the Washington 28 state ferries to implement recommendations from the joint transportation committee 2022 workforce study. Periodic updates must 29 be given to the joint transportation committee and the governor. 30

(20) By December 31st of each year, as part of the annual ferries 31 32 division performance report, the department must report on the status of efforts to increase the staff available for maintaining the 33 customary level of ferry service, including staff for deck, engine, 34 and terminals. The report must include data for a 12-month period up 35 36 to the most recent data available, by staff group, showing the number 37 of employees at the beginning of the 12-month period, the number of new employees hired, the number of employees separating from service, 38 39 and the number of employees at the end of the 12-month period. The department report on additional performance measures must include: 40

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(a) Numbers of trip cancellations due to crew availability or
 vessel mechanical issues;

3 (b) Current level of service compared to the full-service 4 schedules in effect in 2019; and

5 (c) Retention rates of employees who have completed on the job 6 workforce development programs and overall employee retention rates.

(21) ((\$10,000,000)) \$5,000,000 of the Puget Sound ferry 7 operations account-state appropriation is provided solely for the 8 department to increase deck and engine positions across the system, 9 prioritizing positions that will mitigate crew related cancellations 10 and reduce overtime expenditures. The department must include an 11 12 update on the number of positions hired by job class as part of the 13 annual performance report. The legislature intends to provide 14 \$16,000,000 on an ongoing basis to support additional crew efforts.

(22) \$500,000 of the Puget Sound ferry operations account—state appropriation is provided solely for the department to evaluate options for the state to return to providing state passenger-only ferry service to support existing ferry service routes.

(a) The study must focus on the routes recommended for further study by the 2020 study of passenger-only ferry service by the Puget Sound regional council as well as San Juan county interisland passenger-only ferry service. The department must contract with a third-party entity with experience in passenger-only ferry service.

(b) The evaluation must study options for the state to return to 24 25 providing state passenger-only ferry service to support existing 26 ferry service routes. The study must include estimated ridership, 27 operating costs including labor, vessel procurement options with 28 prioritization given to clean fueled ferries such as electric 29 ferries, funding options including state subsidies of passenger-only 30 ferry districts, and schedule and timing to implement passenger-only ferry options in evaluated routes. 31

32 (c) A progress report is due to the governor and transportation 33 committees of the legislature by October 30, 2024. A final report is 34 due to the governor and transportation committees of the legislature 35 by June 1, 2025.

36 (23) \$100,000 of the Puget Sound ferry operations account—state 37 appropriation is provided solely for the department to reimburse 38 walk-on customers for emergency expenses incurred as a result of a 39 cancellation of the last sailing of the day. In consideration for

1 receiving the reimbursement, an applicant must sign a release of 2 claims drafted by the department. The department shall create a 3 process for reimbursement and set a per diem limit for reimbursement 4 per individual.

5 (24) \$3,170,000 of the Puget Sound ferry operations account—state 6 appropriation is provided solely for temporary expanded weekday 7 midday King county water taxi service support to and from Vashon 8 Island.

9 Sec. 921. 2024 c 310 s 223 (uncodified) is amended to read as 10 follows:

11 FOR THE DEPARTMENT OF TRANSPORTATION—RAIL—PROGRAM Y—OPERATING

12 Carbon Emissions Reduction Account—State

13	Appropriation
14	Multimodal Transportation Account—State
15	Appropriation
16	<u>\$82,991,000</u>
17	Multimodal Transportation Account—Federal
18	Appropriation
19	Multimodal Transportation Account—Private/Local
20	Appropriation
21	TOTAL APPROPRIATION
22	<u>\$86,622,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) The department shall continue to pursue restoring Amtrak Cascades service to pre-COVID service levels, and to the service levels committed to through the department's obligation of funding from the federal American recovery and reinvestment act. A status report must be provided to the transportation committees of the legislature and the office of financial management by September 1, 2023.

(2) (a) \$2,250,000 of the multimodal transportation account—state appropriation is provided solely for the continued coordination, engagement, and planning for a new ultra high-speed ground transportation corridor with participation from Washington state, Oregon state, and British Columbia, and is a reappropriation of funds appropriated in the 2021-2023 fiscal biennium. For purposes of this subsection, "ultra high-speed" means a maximum testing speed of at

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1 least 250 miles per hour. These efforts are to support and advance activities and must abide by the memorandum of understanding signed 2 by the governors of Washington and Oregon states, and the premier of 3 the province of British Columbia in November 2021. The department 4 shall establish a policy committee with participation from Washington 5 6 state, Oregon state, and British Columbia, including representation from the two largest caucuses of each chamber of the Washington state 7 legislature, and coordinate the activities of the policy committee to 8 include: 9

10 (i) Developing an organizational framework that facilitates input 11 in decision-making from all parties;

(ii) Developing a public engagement approach with a focus on equity, inclusion, and meaningful engagement with communities, businesses, federal, state, provincial, and local governments including indigenous communities;

16 (iii) Developing and leading a collaborative approach to prepare 17 and apply for potential future federal, state, and provincial funding 18 opportunities, including development of strategies for incorporating 19 private sector participation and private sector contributions to 20 funding, including through the possible use of public-private 21 partnerships;

(iv) Beginning work on scenario analysis addressing advanced transportation technologies, land use and growth assumptions, and an agreed to and defined corridor vision statement; and

25 (v) Developing a recommendation on the structure and membership of a formal coordinating entity that will be responsible for 26 advancing the project through the project initiation stage to project 27 28 development and recommended next steps for establishment of the 29 coordinating entity. Project development processes must include consideration of negative and positive impacts on communities of 30 31 color, low-income households, indigenous peoples, and other 32 disadvantaged communities.

33 (b) By June 30, 2024, the department shall provide to the 34 governor and the transportation committees of the legislature a high-35 level status update that includes, but is not limited to, the status 36 of the items included in (a)(i) through (v) of this subsection.

(c) By June 30, 2025, the department shall provide to the
 governor and the transportation committees of the legislature a
 report detailing the work conducted by the policy committee and
 recommendations for establishing a coordinating entity. The report
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1 must also include an assessment of current activities and results 2 relating to stakeholder engagement, planning, and any federal funding 3 application. As applicable, the assessment should also be sent to the 4 executive and legislative branches of government in Oregon state and 5 appropriate government bodies in the province of British Columbia.

6 (3) Consistent with the ongoing planning and service improvement 7 for the intercity passenger rail program, \$335,000 of the multimodal transportation account-federal appropriation is provided solely for 8 the Cascades service development plan, to be used to analyze current 9 10 and future market conditions and to develop a structured assessment of service options and goals based on anticipated demand and the 11 12 results of the state and federally required 2019 state rail plan, 13 including identifying implementation alternatives to meet the future 14 service goals for the Amtrak Cascades route. The work must be consistent with federal railroad administration 15 quidance and direction on developing service development plans, and must be 16 17 completed by June 30, 2024.

18 The department shall continue to provide high quality (4) intercity passenger rail service, align planning 19 efforts for continued growth and on-time performance improvements consistent with 20 21 federally recognized corridor development programs, and implement 22 improvements consistent with planning efforts through leveraging federal funding opportunities. New passenger rail equipment 23 is 24 essential to service enhancements. The department shall make every 25 effort to coordinate with service partners to prepare for the arrival of new trainsets and implementation of service enhancements. A status 26 27 report must be provided to the transportation committees of the legislature and the office of financial management by December 1, 28 2024. 29

30 (5) \$500,000 of the multimodal transportation account-federal appropriation is provided solely for the Cascades corridor planning 31 as part of the corridor identification and development program, in 32 33 coordination with the Oregon state department of transportation. The 34 department must continue to pursue funding opportunities for the Cascades corridor though the corridor identification and development 35 36 program and the federal-state partnership programs at the federal rail administration. The department must notify the office of the 37 38 governor and the transportation committees of the legislature of funding opportunities from the programs and any corresponding state 39 match needs. 40

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1 (((6) \$50,000 of the multimodal transportation account state 2 appropriation is provided solely for the department to coordinate with partners on Amtrak long distance rail service.)) 3 4 Sec. 922. 2024 c 310 s 224 (uncodified) is amended to read as 5 follows: FOR THE DEPARTMENT OF TRANSPORTATION-LOCAL PROGRAMS-PROGRAM Z-6 7 OPERATING 8 Carbon Emissions Reduction Account—State 9 10 Motor Vehicle Account—State Appropriation. ((\$14,282,000)) 11 \$14,266,000 Motor Vehicle Account—Federal Appropriation. \$2,567,000 12 13 Multiuse Roadway Safety Account—State Appropriation. . ((\$1,230,000)) 14 \$30,000 15 Multimodal Transportation Account—State 16 17 18 \$19,138,000 19 The appropriations in this section are subject to the following 20 conditions and limitations: 21 (1) \$500,000 of the motor vehicle account—state appropriation is 22 provided solely for development, administration, program management, 23 and evaluation of the federal fund exchange pilot program. 24 (2) \$1,063,000 of the motor vehicle account-state appropriation 25 is provided solely for the department, from amounts set aside out of 26 statewide fuel taxes distributed to counties according to RCW 27 46.68.120(3), to contract with the Washington state association of 28 counties to: 29 (a) Contract with the department of fish and wildlife to 30 identify, inventory, and prioritize county-owned fish passage 31 barriers: 32 (b) Continue streamlining and updating the county road 33 administration board's data dashboard, to provide a more detailed, 34 more transparent, and user-friendly platform for data management, 35 reporting, and research by the public and other interested parties; 36 (c) Commission a study to develop guidance for county public 37 works departments conducting environmental justice assessments in 38 their communities and recommend best practices for community Code Rev/AI:eab 204 S-2400.2/25 2nd draft

1 engagement plans to address environmental health disparities for 2 identified overburdened communities;

(d) Contract for a study to identify best practices within public 3 works for the recruitment and retention of employees, including: 4 improving outreach and recruitment Recommendations for 5 to 6 underrepresented populations, methods to partner with local community 7 colleges and universities, methods to expand apprenticeship and internship programs, strategies to increase training and development 8 opportunities, and recommendations for career advancement programs 9 and better work-life balance outcomes; 10

(e) Update the 2020 county transportation revenue study; and

12 (f) By December 15, 2024, report to the office of financial 13 management and the appropriate committees of the legislature the 14 deliverables from and the amounts expended on the purposes enumerated 15 in this subsection.

16 (((4))) (3)(a) \$200,000 of the multimodal transportation account— 17 state appropriation is provided solely for the department to develop 18 the preliminary phase of an action plan for the establishment of 19 cycle highways in locations that connect population centers and 20 support mode shift.

(b) The action plan may complement and incorporate existing resources, including the state trails database maintained by the recreation and conservation office, local and regional plans, and the state active transportation plan.

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(c) The action plan may also include, but is not limited to:

(i) Recommended design; geometric and operational criteria and
typologies appropriate to urban, suburban, and rural settings;
settings that include shared use; and incremental approaches to
achieve desired facility types;

30 (ii) A model or methodology to project potential demand and 31 carrying capacity based on facility quality, level of traffic stress, 32 location, directness, land use, and other key attributes;

33 (iii) Examination of the feasibility of developing high-capacity 34 infrastructure for bicycle and micromobility device use within a 35 variety of contexts and recommendations for pilot projects;

36 (iv) Identification of key gaps in regional networks, including 37 planned and aspirational routes and locations within three miles of 38 high-capacity transit or existing shared-use paths and trails 39 suitable for transportation; 1 (v) Identification of legal, regulatory, financial, 2 collaboration, and practical barriers to development and community 3 acceptance and support of such facilities; and

4 (vi) Recommended strategies to consider and address issues to 5 avoid unintended consequences such as displacement, and to ensure 6 equity in long-term development of such facilities.

7 (d) The department must provide a report with its initial 8 findings, and recommendations for next steps, to the transportation 9 committees of the legislature by June 30, 2025.

10 (((5))) (4) \$750,000 of the multimodal transportation account— 11 state appropriation is provided solely for a grant program to support 12 local initiatives that expand or establish civilian intervention 13 programs for nonmoving violations, focusing on nonpunitive 14 interventions such as helmet voucher programs, fee offset programs, 15 fix-it tickets, and repair vouchers that provide solutions for 16 vehicle equipment failures for low-income road users.

(a) Grants must be awarded to local jurisdictions based on locally developed proposals to establish or expand existing programs, including programs with community led organizations. Eligible jurisdictions under the grant program include cities, counties, tribal government entities, tribal organizations, law enforcement agencies, or nonprofit organizations.

(b) The department shall report on its website by December 1st of each year on the recipients, locations, and types of projects funded under this subsection.

26 (((6))) <u>(5)</u> \$146,000 of the motor vehicle account—state 27 appropriation is provided solely for the implementation of chapter 28 428, Laws of 2023 (Wahkiakum ferry). If chapter 428, Laws of 2023 is 29 not enacted by June 30, 2023, the amount provided in this subsection 30 lapses.

31 (((7))) <u>(6)</u>(a) \$50,000 of the multimodal transportation account—
32 state appropriation is provided solely for the department to examine
33 the feasibility of creating a new budget program for the active
34 transportation division, including, but not limited to, examining:

35 (i) Estimated cost, new staffing needs, and time frame to 36 establish the program;

37 (ii) A proposed budget structure, and whether both operating and38 capital components should be established; and

1 (iii) Identification of staff, capital projects, and other 2 resources that would need to be transferred from other existing 3 programs.

4 (b) By December 1, 2024, the department shall report examination 5 findings and recommendations to the office of financial management 6 and the transportation committees of the legislature.

7 (((8))) <u>(7)</u> \$275,000 of the carbon emissions reduction account—
8 state appropriation is provided solely to support Pierce, Skagit,
9 Whatcom, and Wahkiakum county ferries with youth zero-fare policies.

(((9))) (8) \$500,000 of the multimodal transportation account— 10 state appropriation is provided solely for the city of Seattle 11 12 department of transportation to create a digital conflict area 13 awareness management program to provide machine-readable information 14 for transportation operators, such as autonomous vehicle fleet operators, to be aware of conflict areas, such as emergency response 15 zones, work zones, schools, pick up and drop off locations, and other 16 17 areas where vulnerable road users may be present.

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(a) Program work must include:

(i) The city of Seattle engaging with first responders and
transportation management officials and other relevant stakeholders,
to determine program implementation needs and processes; and

(ii) A feasibility study of implementing the program's mobility and curb data specifications to include, but not be limited to, necessary partners, data platforms, ability to integrate real-time 911 dispatch, emergency vehicles, work zones, and other areas to reduce conflicts for transportation operators of autonomous vehicle fleets on public roads and in the right-of-way.

(b) Program work must also be conducted in coordination and partnership with city of Seattle departments, the nonprofit steward of the program's mobility and curb data specifications, the Washington state department of transportation, and other entities potentially impacted by the implementation of the program.

33 (c) As feasible, the city of Seattle shall prepare an 34 implementation pilot of the program to make a standardized data feed 35 available publicly for transportation operator use.

(d) The city of Seattle must provide a report on any findings and recommendations of the program and any implementation needs and process mapping for use by other jurisdictions to the Washington state department of transportation and the transportation committees of the legislature by June 30, 2025.

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(((10))) (9) \$150,000 of the motor vehicle account—state 1 appropriation is provided solely for the department to fund one full-2 time equivalent liaison position within the local program multiagency 3 permit program. Within the amounts provided in this subsection, the 4 department shall work to enhance its multiagency permit program 5 capabilities, with an emphasis on multiagency agreements that 6 streamline, prioritize, and expedite project-level and programmatic 7 permits and approvals. The department shall review current 8 multiagency permit program practices and provide a report with 9 recommendations on the enhancement of the program to the 10 transportation committees of the legislature by December 1, 2024. 11

(End of part)

TRANSPORTATION AGENCIES—CAPITAL

2 Sec. 1001. 2023 c 472 s 303 (uncodified) is amended to read as 3 follows: 4 FOR THE TRANSPORTATION IMPROVEMENT BOARD 5 Small City Pavement and Sidewalk Account-State 6 7 Transportation Improvement Account-State 8 9 \$220,000,000 10 Complete Streets Grant Program Account—State 11 12 \$4,670,000 13 Move Ahead WA Account—State Appropriation. \$9,333,000 14 Climate Active Transportation Account—State 15 16 \$16,567,000 17 TOTAL APPROPRIATION. $((\frac{287,045,000}{}))$ 18 \$254,545,000 19 Sec. 1002. 2024 c 310 s 301 (uncodified) is amended to read as 20 follows: 21 FOR THE WASHINGTON STATE PATROL 22 State Patrol Highway Account—State Appropriation. . . ((\$7,888,000)) 23 \$6,683,000 24 The appropriation in this section is subject to the following 25 conditions and limitations: 26 (1) ((\$7,888,000)) <u>\$6,683,000</u> of the state patrol highway account -state appropriation is provided solely for the following projects: 27 28 (a) \$250,000 is for emergency repairs; 29 (b) \$2,000,000 is for roof replacements; (c) \$350,000 is for fuel tank decommissioning; 30 31 (d) ((\$500,000 is for generator and electrical replacement; 32 (c) \$500,000)) \$200,000 is for the exterior envelope of the 33 Yakima office; 34 (((f))) (e) \$2,000,000 is for energy efficiency projects; (((g) \$1,000,000)) (f) \$595,000 is for pavement surface 35 36 improvements; 37 (((h))) (g) \$300,000 is for fire alarm panel replacement; S-2400.2/25 2nd draft Code Rev/AI:eab 209

1 (((i))) <u>(h)</u> \$188,000 is for repairs at the Bellevue district
2 office;

 $(((\frac{1}{2})))$ (i) \$200,000 is for an academy master plan. As part of 3 the academy master plan, the Washington state patrol must review and 4 provide an analysis on the potential to colocate some training 5 6 programs with other state agencies, including the department of 7 corrections, the department fish and wildlife, the liquor and cannabis board, and the criminal justice training commission. The 8 Washington state patrol must consult with the other state agencies to 9 determine where cost efficiencies and mutually beneficial shared 10 11 arrangements for training delivery could occur. The funding for this 12 academy master plan is not a commitment to fund any components related to the expansion of the academy in the future; 13

14 (((k))) <u>(j)</u> \$500,000 reappropriation is for the Tacoma district 15 office generator replacement project; and

16 (((+))) (k) \$100,000 reappropriation is for the energy 17 improvement project at the SeaTac northbound facility.

18 (2) The Washington state patrol may transfer funds between 19 projects specified in subsection (1) of this section to address cash 20 flow requirements.

(3) If a project specified in subsection (1) of this section is completed for less than the amount provided, the remainder may be transferred to another project specified in subsection (1) of this section not to exceed the total appropriation provided in subsection (1) of this section after notifying the office of financial management and the transportation committees of the legislature 20 days before any transfer.

(4) By December 1, 2023, the Washington state patrol shall
provide a report to the transportation committees of the legislature
detailing utility incentives that will reduce the cost of heating,
ventilating, and air conditioning systems funded in this section.

32 (5) By December 1, 2023, the Washington state patrol shall 33 provide its capital improvement and preservation plan for agency 34 facilities to the appropriate committees of the legislature.

35 Sec. 1003. 2024 c 310 s 303 (uncodified) is amended to read as 36 follows:

37 FOR THE DEPARTMENT OF TRANSPORTATION—FACILITIES—PROGRAM D—

38 (DEPARTMENT OF TRANSPORTATION-ONLY PROJECTS)—CAPITAL

1 ((Connecting Washington Account-State 2 Appropriation. \$3,000)) Motor Vehicle Account—State Appropriation. ((\$29,810,000)) 3 4 \$15,353,000 Move Ahead WA Account—State Appropriation. \$12,011,000 5 6 Multimodal Transportation Account-State 7 8 9 \$28,564,000

10 The appropriations in this section are subject to the following 11 conditions and limitations:

(1) \$4,025,000 of the motor vehicle account—state appropriation is provided solely for payments of a financing contract issued pursuant to chapter 39.94 RCW for the department facility located at 15 15700 Dayton Ave N in Shoreline. All payments from the department of ecology pursuant to the agreement with the department to pay a share of the financing contract for this facility must be deposited into the motor vehicle account.

19 (2) (a) \$10,011,000 of the move ahead WA account-state appropriation is provided solely for the department to improve its 20 ability to keep facility assets in a state of good repair. In using 21 22 the funds appropriated in this subsection, the department, with 23 periodic reporting to the joint transportation committee, must implement a prioritization of facility capital 24 develop and 25 preservation needs and repair projects. The legislature intends these 2.6 to be reasonable, forward-thinking investments that consider potential future space efficiency measures and consolidations, 27 28 including those assessed as having high commercial value and potential returns to state transportation funds associated with the 29 sale of the property. Prioritization must be based on, but not 30 31 limited to, the following criteria: (i) Employee safety and facility 32 security; (ii) state and federal regulatory and statutory 33 requirements and compliance issues, including clean buildings requirements; (iii) quality of work issues; (iv) facility condition 34 assessment evaluations and scoring; (v) asset preservation; and (vi) 35 36 amount of operational support provided by the facility to the 37 achievement of the department's performance measures and outcomes, including facility utilization based on field operations work 38

supported at the location. "Field operations" include maintenance,
 transportation operations, materials testing, and construction.

3 (b) By October 15, 2024, covering the first 15 months of the 2023-2025 fiscal biennium, the department must provide a report based 4 on the prioritization of facility preservation needs and repair 5 6 projects developed pursuant to (a) of this subsection to the office 7 of financial management and the transportation committees of the legislature. The report must include: (i) A by facility ranking based 8 on the criteria implemented; (ii) detailed information on the actions 9 taken in the previous period to address the identified issues and 10 11 deficiencies; and (iii) the plan, by facility, to address issues and 12 deficiencies for the remainder of the 2023-2025 fiscal biennium and the 2025-2027 fiscal biennium. 13

14 (c) The by facility ranking developed under (b) of this 15 subsection must be the basis of an agency budget submittal for the 16 2025-2027 fiscal biennium.

(3) (a) \$1,200,000 of the multimodal transportation account—state appropriation is provided solely for the department to evaluate safety rest areas along Interstate 5 and Interstate 90 for potential truck parking expansion opportunities. The department shall also evaluate commercial vehicle inspection locations, in coordination with the Washington state patrol, for potential truck parking expansion opportunities.

24 (b) These evaluations must include assessments of opportunities 25 to provide additional truck parking through rest stop and inspection location reconfiguration, expansion, and conversion, as well as 26 evaluation of potential improvements to restroom facilities at weigh 27 stations with truck parking. The department shall consider 28 29 opportunities to expand rest stop footprints onto additional department-owned property, as well as opportunities to acquire 30 property for rest stop expansion. Opportunities to convert a rest 31 32 stop to a commercial vehicle-only rest stop must be considered if property is available to develop a new light-duty vehicle rest stop 33 within a reasonable distance. The department shall include an 34 evaluation of a potential truck parking site at John Hill Rest Area 35 along the Interstate 90 corridor identified 36 in the joint 37 transportation committee's "Truck Parking Action Plan." Evaluations must include cost estimates for reconfiguration, expansion, and 38 39 conversion, as well as other recommendations for the development of these sites. 40

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1 (c) The department should consult with the federal highway 2 administration, the Washington state patrol, the Washington trucking 3 association, the freight mobility strategic investment board, and 4 local communities.

5 (d) The department must update the transportation committees of 6 the legislature on agency activities and their status by December 1, 7 2023, and to provide a final report to the transportation committees 8 of the legislature by December 1, 2024.

9 (4) ((\$15,457,000)) <u>\$1,000,000</u> of the motor vehicle account—state 10 appropriation is provided solely for making improvements to the 11 department facility located at 11018 NE 51st Cir in Vancouver to meet 12 the Washington state clean buildings performance standard.

13 (5) (a) \$4,100,000 of the ((move ahead WA)) motor vehicle accountstate appropriation is provided solely for preliminary engineering 14 and design associated with the demolition and replacement of the 15 department's vehicle repair and parts building at 6431 Corson Avenue 16 in Seattle. The department must include any requested 17 South 18 construction costs of the facility as a separate project as part of 19 its agency budget submittal for the 2025-2027 fiscal biennium utilizing form C-100 for capital projects. The design information 20 must also include detailed information on square footage, components 21 22 of the facility, and cost comparisons with similar maintenance 23 facilities.

(b) By September 1, 2024, the office of financial management, in 24 consultation with the department, must develop criteria for 25 preservation and improvement minor works lists for the department's 26 27 facilities program. The criteria must incorporate, adjusted where 28 appropriate, provisions already in use in the omnibus capital budget act for minor works, including: (i) The dollar limitation for each 29 project to be included in the list; (ii) the types of projects 30 appropriate to be included in the list; (iii) the project length 31 limitation appropriate to be included in the list; and (iv) a 32 33 recommended initial allotment, revision request approval, and 34 revision notification process associated with the list. The criteria must be the basis of the preservation and improvement minor works 35 36 list included in the agency budget submittal beginning with the 37 2025-2027 fiscal biennium.

38 (c) By September 1, 2024, the office of financial management, in 39 consultation with the department, must also develop criteria for 40 providing building related capital requests in a comparable format, Code Rev/AI:eab 213 S-2400.2/25 2nd draft 1 adjusted where appropriate, to provisions already in use in the 2 omnibus capital appropriations act for building projects, including 3 the C-100 capital request form and other detail requirements for 4 omnibus capital appropriations act building submissions.

5 Sec. 1004. 2024 c 310 s 304 (uncodified) is amended to read as 6 follows: 7 FOR THE DEPARTMENT OF TRANSPORTATION-IMPROVEMENTS-PROGRAM I Alaskan Way Viaduct Replacement Project Account-8 9 10 \$16,388,000 11 Carbon Emissions Reduction Account-State 12 13 Climate Active Transportation Account—State 14 15 \$1,100,000 16 Move Ahead WA Account—Private/Local Appropriation. . . \$137,500,000 State Route Number 520 Civil Penalties Account-State 17 18 19 Transportation 2003 Account (Nickel Account)-State 20 21 Transportation Partnership Account—State 22 23 \$94,330,000 Motor Vehicle Account—State Appropriation. ((\$100,366,000)) 24 25 \$92,329,000 Motor Vehicle Account—Federal Appropriation. ((\$480,282,000)) 26 27 \$342,563,000 28 Coronavirus State Fiscal Recovery Fund-Federal 29 30 \$282,810,000 31 Motor Vehicle Account—Private/Local Appropriation. . ((\$74,115,000)) 32 \$75,127,000 Connecting Washington Account—State Appropriation. ((\$1,960,374,000)) 33 34 \$2,083,605,000 35 Special Category C Account—State Appropriation. . . ((\$143,917,000)) 36 \$119,192,000 37 Multimodal Transportation Account-State 38 Code Rev/AI:eab 214 S-2400.2/25 2nd draft

\$8,719,	,000
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2	Multimodal Transportation Account—Federal
3	Appropriation
4	<u>\$480,000</u>
5	((State Route Number 520 Corridor Account—
6	State Appropriation
7	Interstate 405 and State Route Number 167 Express
8	Toll Lanes Account—State Appropriation ((\$319,464,000))
9	<u>\$295,220,000</u>
10	Move Ahead WA Account—State Appropriation ((\$737,961,000))
11	<u>\$735,504,000</u>
12	Move Ahead WA Account—Federal Appropriation ((\$373,155,000))
13	<u>\$272,554,000</u>
14	JUDY Transportation Future Funding Program Account—
15	State Appropriation
16	Model Toxics Control Stormwater Account—State ((\$15,000,000))
17	<u>\$4,437,000</u>
18	TOTAL APPROPRIATION
19	\$4,624,742,000

1

The appropriations in this section are subject to the following conditions and limitations:

22 (1) Except as provided otherwise in this section, the entire 23 connecting Washington account-state appropriation, the entire move 24 ahead WA account-federal appropriation, the entire move ahead WA 25 account-state the appropriation, and entire transportation 26 partnership account-state appropriation are provided solely for the projects and activities as listed by fund, project, and amount in 27 28 LEAP Transportation Document $((\frac{2024-1}{}))$ <u>2025-1</u> as developed March ((6, 2024)) <u>24, 2025</u>, Program - Highway Improvements Program (I). 29 30 However, limited transfers of specific line-item project 31 appropriations may occur between projects for those amounts listed 32 subject to the conditions and limitations in section 601((, chapter 472, Laws of 2023)) of this act. 33

34 (2) Except as provided otherwise in this section, the entire
35 motor vehicle account—state appropriation and motor vehicle account—
36 federal appropriation are provided solely for the projects and
37 activities listed in LEAP Transportation Document ((2024-2)) 2025-2
38 ALL PROJECTS as developed March ((6, 2024)) 24, 2025, Program 39 Highway Improvements Program (I). Any federal funds gained through
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1 efficiencies, adjustments to the federal funds forecast, or the 2 federal funds redistribution process must then be applied to highway 3 and bridge preservation activities.

4 (3) Within the motor vehicle account—state appropriation and 5 motor vehicle account—federal appropriation, the department may 6 transfer appropriation authority between programs I and P, except for 7 appropriation authority that is otherwise restricted in this act, as 8 follows:

9 (a) Ten days prior to any transfer, the department must submit 10 its request to the office of financial management and the 11 transportation committees of the legislature and consider any 12 concerns raised.

(b) The director of the office of financial management must first provide written authorization for such transfer to the department and the transportation committees of the legislature.

16 (c) The department shall submit a report on appropriation 17 authority transferred in the prior fiscal year using this subsection 18 as part of the department's annual budget submittal.

19 (4) The connecting Washington account—state appropriation 20 includes up to \$1,332,926,000 in proceeds from the sale of bonds 21 authorized in RCW 47.10.889.

(5) The special category C account—state appropriation includes
 up to \$111,106,000 in proceeds from the sale of bonds authorized in
 RCW 47.10.812.

25 (6) The transportation partnership account—state appropriation 26 includes up to ((\$46,\$99,000)) \$8,\$60,000 in proceeds from the sale 27 of bonds authorized in RCW 47.10.873.

(7) ((The appropriations in this section include savings due to 28 29 anticipated project underruns; however, it is unknown which projects will provide savings. The legislature intends to provide sufficient 30 flexibility for the department to manage to this savings target. To 31 32 provide this flexibility, the office of financial management may 33 authorize, through an appropriation modification, reductions in the 34 amounts that are provided solely for a particular purpose within this section subject to the following conditions and limitations: 35

36 (a) The department must confirm that any modification requested 37 under this subsection of amounts provided solely for a specific 38 purpose are not expected to be used for that purpose in this fiscal 39 biennium; 1 (b) Appropriation modifications authorized under this subsection 2 may not result in increased funding for any project beyond the amount 3 provided for that project in the 2023-2025 fiscal biennium in LEAP 4 Transportation Document 2024-2 ALL PROJECTS as developed March 6, 5 2024;

6 (c) Appropriation modifications authorized under this subsection 7 apply only to amounts appropriated in this section from the following 8 accounts: Connecting Washington account state, and move ahead WA 9 account—state; and

10 (d) The office of financial management must provide notice of appropriation modifications authorized under this subsection within 12 10 working days to the transportation committees of the legislature. 13 By December 1, 2023, and December 1, 2024, the department must submit 14 a report to the transportation committees of the legislature 15 regarding the actions taken to date under this subsection.

16 (8))) The department shall itemize all future requests for the 17 construction of buildings on a project list and submit them through 18 the transportation executive information system as part of the 19 department's annual budget submittal. It is the intent of the 20 legislature that new facility construction must be transparent and 21 not appropriated within larger highway construction projects.

22 The legislature continues to ((-(-9)))(8) prioritize the 23 replacement of the state's aging infrastructure and recognizes the 24 importance of reusing and recycling construction aggregate and 25 recycled concrete materials in our transportation system. То 26 accomplish Washington state's sustainability goals in transportation 27 and in accordance with RCW 70A.205.700, the legislature reaffirms its 28 determination that recycled concrete aggregate and other 29 transportation building materials are natural resource construction materials that are too valuable to be wasted and landfilled, and are 30 a commodity as defined in WAC 173-350-100. 31

32 (((10))) (9) By June 30, 2025, to the extent practicable, the 33 department shall decommission the facilities for the Lacey project 34 engineering office and the Tumwater project engineering office at the 35 and consolidate the Lacey project end of their lease terms 36 engineering office and the Tumwater project engineering office into 37 the department's Olympic regional headquarters.

38 ((((11)))) (10) The legislature intends that any savings realized 39 on the following projects will not be attributable to the application

1 of practical design, retired risk, or unused contingency funding for 2 the purposes of RCW 47.01.480:

3

(a) I-5/Marvin Road/SR 510 Interchange (L1100110); and

4

(b) I-82/EB WB On and Off Ramps (L2000123).

(((12))) <u>(11)</u>(a) ((\$337,114,000)) <u>\$282,810,000</u> of the coronavirus 5 6 state fiscal recovery fund—federal appropriation, ((\$110,439,000)) \$31,405,000 of the motor vehicle account-federal appropriation, 7 ((\$576,827,000)) <u>\$525,187,000</u> of the move ahead WA account—state 8 appropriation, \$191,807,000 of the connecting Washington account-9 state appropriation, and ((\$8,329,000)) \$217,000 of the motor vehicle 10 11 account-state appropriation are provided solely for the Fish Passage 12 Barrier Removal project (OBI4001) with the intent of fully complying with the federal U.S. v. Washington court injunction by 2030. 13

14 (b) The fish passage barrier removal program, in consultation 15 with the office of innovative partnerships, shall explore opportunities to employ innovative delivery methods to ensure 16 17 compliance with the court injunction including, but not limited to, public-private partnerships and batched contracts. It is the intent 18 of the legislature that appropriations for this purpose may be used 19 to jointly leverage state and local funds for match requirements in 20 applying for competitive federal aid grants provided 21 in the infrastructure investment and jobs act for removals of fish passage 22 23 barriers under the national culvert removal, replacement, and restoration program. State funds used for the purpose described in 24 25 this subsection must not compromise full compliance with the court 26 injunction by 2030.

(c) The department shall coordinate with the Brian Abbott fish 27 passage barrier removal board to use a watershed approach by 28 replacing both state and local culverts guided by the principle of 29 30 providing the greatest fish habitat gain at the earliest time. The department shall deliver high habitat value fish passage barrier 31 32 corrections that it has identified, guided by the following factors: 33 Opportunity to bundle projects, tribal priorities, ability to leverage investments by others, presence of other barriers, project 34 readiness, culvert conditions, other transportation projects in the 35 area, and transportation impacts. The department and Brian Abbott 36 37 fish barrier removal board must provide updates on the implementation of the statewide culvert remediation plan to the legislature by 38 November 1, 2023, and June 1, 2024. 39

(d) The department must keep track of, for each barrier removed:
 (i) The location; (ii) the amount of fish habitat gain; and (iii) the
 amount spent to comply with the injunction.

4 (e) During the 2023-2025 fiscal biennium, the department shall
5 provide reports of the amounts of federal funding received for this
6 project to the governor and transportation committees of the
7 legislature by November 1, 2023, and semiannually thereafter.

8 (((13))) <u>(12)</u>(a) ((\$15,000,000)) <u>\$4,437,000</u> of the model toxics 9 control stormwater account—state appropriation is provided solely for 10 the Stormwater Retrofits and Improvements project (L4000040). It is 11 the intent of the legislature, over the 16-year move ahead WA 12 investment program, to provide \$500,000,000 for this program.

13 (b) ((Of the amounts provided in this subsection, \$6,000,000 is 14 provided solely for the Urban Stormwater Partnership - I-5 Ship-Canal 15 Bridge Pilot (Seattle) project.

16 (c))The funding provided for stormwater retrofits and 17 improvements must enhance stormwater runoff treatment from existing roads and infrastructure with an emphasis on green infrastructure 18 retrofits. Projects must be prioritized based on benefits to salmon 19 recovery and ecosystem health, reducing toxic pollution, addressing 20 21 health disparities, and cost-effectiveness. The department of 22 transportation must submit progress reports on its efforts to reduce the toxicity of stormwater runoff from existing infrastructure, 23 24 recommendations for addressing barriers to innovative solutions, and anticipated demand for funding each fiscal biennium. 25

26 (((14))) (13)(a) ((\$25,067,000)) \$12,011,000 of the connecting 27 Washington account—state appropriation is provided solely for the SR 28 3 Freight Corridor (T30400R) project. The legislature intends to 29 provide a total of \$78,910,000 for this project, including an 30 increase of \$12,000,000 in future biennia to safeguard against 31 inflation and supply/labor interruptions and ensure that:

32 (i) The northern terminus remains at Lake Flora Road and the 33 southern terminus at the intersection of SR 3/SR 302; and

(ii) Multimodal safety improvements at the southern terminus
 remain in the project to provide connections to North Mason school
 district and provide safe routes to schools.

(b) With respect to right-of-way acquisition and the construction
 of the SR 3 Freight Corridor project (T30400R), tribal consultation
 with the Suquamish tribe shall begin at the earliest stage of
 planning, including without limitation on all funding decisions and
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1 funding programs, to provide a government-to-government mechanism for the tribe to evaluate, identify, and expressly notify governmental 2 3 entities of any potential impacts to tribal cultural resources, archaeological sites, sacred sites, fisheries, or other rights and 4 interests in tribal lands and lands within which the tribe possesses 5 6 rights reserved or protected by federal treaty, statute, or executive 7 order. The consultation is independent of, and in addition to, any public participation process required under state law, or by a state 8 agency, including the requirements of Executive Order 21-02 related 9 to archaeological and cultural resources, and regardless of whether 10 11 the agency receives a request for consultation from the Suquamish 12 tribe. Regularly scheduled tribal consultation meetings with the Suquamish tribe shall continue throughout the duration of any funding 13 14 or program decisions and proposed project approval.

(((15) \$6,000,000)) (14) \$384,000 of the move ahead WA account— 15 state appropriation and $((\frac{10,000,000}{0,000}))$ $\frac{3,342,000}{0,000}$ of the move ahead 16 WA account—federal appropriation are provided solely for the SR 3/ 17 18 Gorst Area - Widening project (L4000017). Tribal consultation with 19 the Suquamish tribe must begin at the earliest stage of planning, 20 including, without limitation, all funding decisions and funding programs, to provide a government-to-government mechanism for the 21 22 tribe to evaluate, identify, and expressly notify governmental 23 entities of any potential impacts to tribal cultural resources, 24 archaeological sites, sacred sites, fisheries, or other rights and 25 interests in tribal lands and lands within which the tribe possesses 26 rights reserved or protected by federal treaty, statute, or executive 27 order. The consultation is independent of, and in addition to, any 28 public participation process required under state law, or by a state 29 agency, including the requirements of Executive Order 21-02 related 30 to archaeological and cultural resources, and regardless of whether 31 the agency receives a request for consultation from the Suguamish 32 tribe. Regularly scheduled tribal consultation meetings with the 33 Suquamish tribe must continue throughout the duration of any funding 34 program and proposed project approval.

35 (((16))) (15) (a) \$94,500,000 of the move ahead WA account—federal 36 appropriation, \$137,500,000 of the move ahead WA account—private/ 37 local appropriation, and \$43,000,000 of the move ahead WA account— 38 state appropriation are provided solely for the I-5 Columbia river 39 bridge project (L4000054). The legislature finds that the replacement

1 of the I-5 Columbia river bridge is a project of national significance and is critical for the movement of freight. One span is 2 now 105 years old, at risk for collapse in the event of a major 3 earthquake, and no longer satisfies the needs of commerce and travel. 4 Replacing the aging interstate bridge with a modern, seismically 5 6 resilient, multimodal structure that provides improved mobility for people, goods, and services is a high priority. Therefore, the 7 legislature intends to support the replacement of the I-5 Columbia 8 river bridge with an investment of \$1,000,000,000 over the 16-year 9 move ahead WA investment program. 10

11 (b) The legislature recognizes the importance of the I-5/Mill 12 Plain Boulevard project (L2000099) and intends to provide funding for 13 reconstruction of the existing interchange in coordination with 14 construction of the Interstate 5 bridge over the Columbia river.

15 (c) The department shall provide regular updates on the status of 16 ongoing coordination with the state of Oregon on any bistate 17 agreements regarding sharing of revenues, use of revenues, and fiscal 18 responsibilities of each state. Prior to finalizing any such 19 agreement, the department shall provide a draft of the agreement to the transportation committees of the legislature for review and 20 21 input. Additionally, the department shall advise on the status of any 22 bistate agreements to the joint transportation committee beginning in 23 September 2023 and quarterly thereafter until any agreements are finalized. 24

(((17))) (16) The legislature recognizes the importance of the US-12/Walla Walla Corridor Improvements project (T20900R) and intends to advance funding to provide matching funds if competitive federal funding is awarded for the final remaining four-lane section between Wallula and Nine Mile Hill. The department, in consultation with local governments in the vicinity, must pursue any federal funding available.

32 (((18) \$2,642,000)) (17) \$94,000 of the move ahead WA account— 33 state appropriation is provided solely for the US 101/Simdars Bypass 34 project (L4000013).

35 $((\frac{19}{338,512,000}))$ $(\underline{18})$ $\underline{\$343,674,000}$ of the connecting 36 Washington account—state appropriation, $((\underline{\$3,109,000}))$ $\underline{\$1,582,000}$ of 37 the multimodal transportation account—state appropriation, 38 $((\underline{\$27,201,000}))$ $\underline{\$26,735,000}$ of the motor vehicle account—private/ 39 local appropriation, $((\underline{\$178,543,000}))$ $\underline{\$174,712,000}$ of the move ahead

WA account—federal appropriation, ((\$36,370,000)) \$10,001,000 of the move ahead WA account—state appropriation, and ((\$211,131,000)) \$161,680,000 of the motor vehicle account—federal appropriation are provided solely for the SR 167/SR 509 Puget Sound Gateway project (M00600R).

6 (a) Any savings on the project must stay on the Puget Sound 7 Gateway corridor until the project is complete.

8 (b) In making budget allocations to the Puget Sound Gateway 9 project, the department shall implement the project's construction as single corridor investment. The department shall continue to 10 collaborate with the affected stakeholders as it implements the 11 corridor construction and implementation plan for state route number 12 167 and state route number 509. Specific funding allocations must be 13 based on where and when specific project segments are ready for 14 15 construction to move forward and investments can be best optimized for timely project completion. Emphasis must be placed on avoiding 16 17 gaps in fund expenditures for either project.

18 (c) The entire multimodal transportation account—state 19 appropriation in this subsection is for:

(i) The design phase of the Puyallup to Tacoma multiuse trail
along the state route number 167 right-of-way acquired for the
project to connect a network of new and existing trails from Mount
Rainier to Point Defiance Park; and

(ii) Segment 2 of the state route number 167 completion project shared-use path to provide connections to the interchange of state route number 167 at 54th to the intersection of state route number 509 and Taylor Way in Tacoma.

(((20))) <u>(19)</u> \$2,213,000 of the motor vehicle account—state 28 appropriation and \$14,012,000 of the connecting Washington account-29 state appropriation are provided solely for the SR 224/Red Mountain 30 Vicinity Improvement project (L1000291). The department shall provide 31 funding to the city of West Richland to complete the project within 32 33 the project scope identified by the legislature and within the total amount provided by the legislature. The department shall not amend 34 the project's scope of work to add pavement preservation on state 35 36 route number 224 from the West Richland city limits to Antinori Road.

37 (((21) \$409,667,000)) (20) \$363,020,000 of the connecting
38 Washington account—state appropriation, ((\$500,000 of the state route
39 number 520 corridor account state appropriation,)) \$10,000,000 of the

state route number 520 civil penalties account—state appropriation, \$52,000,000 of the JUDY transportation future funding program account —state appropriation, and \$5,592,000 of the motor vehicle account private/local appropriation are provided solely for the SR 520 Seattle Corridor Improvements - West End project (M00400R) and are subject to the following conditions and limitations:

7 (a) The department shall immediately proceed with awarding the bid for the Portage Bay Bridge and Roanoke Lid project to the team 8 that submitted the proposal with the apparent best value in September 9 2023. Consistent with negotiated timelines, the legislature expects 10 the award to be made by March 15, 2024, and assumes that the 11 12 department shall expedite executing the contract with the awarded 13 team. Once the contract is executed for this project, the department shall seek consequential cost reduction opportunities through value 14 15 engineering and prioritizing functionality and usability of the Portage Bay Bridge and Roanoke Lid. The department shall report on 16 the status of the project and cost reduction efforts to the 17 18 transportation committees of the legislature by December 15, 2024.

19 (b) Upon completion of the Montlake Phase of the West End 20 project, the department shall sell or transfer that portion of the 21 property not necessary for transportation purposes, and shall 22 initiate a process to convey or transfer such portion of the surplus 23 property to a subsequent owner.

(c) ((Of the amounts provided in this subsection, \$500,000 of the state route number 520 corridor account state appropriation is provided solely for noise mitigation activities. It is the intent of the legislature to provide an additional \$600,000 for noise mitigation activities.

(d)) Pursuant to chapter 281, Laws of 2024, the department shall
 apply for a sales tax deferral for construction work on the SR 520
 Seattle Corridor Improvements - West End project (M00400R).

32 $((\frac{(22)}{\$450,000}))$ (21) \$391,000 of the motor vehicle account— 33 state appropriation $((\frac{is}{is}))$ and \$5,562,000 of the motor vehicle 34 account—federal appropriation are provided solely for the SR 900 35 Safety Improvements project (L2021118). The department must: (a) Work 36 in collaboration with King county and the Skyway coalition to align 37 community assets, transportation infrastructure needs, and initial 38 design for safety improvements along state route number 900; and (b)

1 work with the Skyway coalition to lead community planning engagement 2 and active transportation activities.

(((23))) (22) \$7,500,000 of the motor vehicle account—federal 3 appropriation is provided solely for a federal fund exchange pilot 4 program. The pilot program must allow exchanges of federal surface 5 6 transportation block grant population funding and state funds at an exchange rate of 95 cents in state funds per \$1.00 in federal funds. 7 The projects receiving the exchanged federal funds must adhere to all 8 federal requirements, including the applicable disadvantaged business 9 10 goals. The entirety of the appropriation in enterprise this be held in unallotted status surface 11 subsection must until 12 transportation block grant population funding has been offered to the 13 state, and the department determines that a federalized project or projects funded in this section is eligible to spend the surface 14 transportation block grant population funding. \$7,125,000 15 from existing state appropriations identified elsewhere within this 16 17 section are available to be used as part of the exchange. Upon determination that a project or projects funded in this section is 18 eligible to spend the offered surface transportation block grant 19 population funding, state funds appropriated in this section for the 20 21 eligible state project or projects in an amount equal to 100 percent 22 of the offered surface transportation block grant population funding must be placed in unallotted status. The legislature intends to 23 24 evaluate the utility and efficacy of the pilot program in the 2025 25 legislative session while reappropriating any remaining funds into 26 the 2025-2027 fiscal biennium. Therefore, the department may issue 27 additional calls for projects with any remaining funds provided in 28 this subsection.

(((24) \$9,593,000)) (23) \$9,195,000 of the motor vehicle account— 29 30 state appropriation((, \$552,000 of the connecting Washington accountstate appropriation,)) and $((\frac{209,000}{)})$ $\frac{584,000}{0}$ of the move ahead WA 31 32 account-state appropriation are provided solely for the SR 522/ 33 Paradise Lk Rd Interchange & Widening on SR 522 (Design/Engineering) (NPARADI), specifically for design of, 34 project preliminary 35 engineering, and right-of-way acquisition for the interchange and 36 widening as a single project. The department must consider reserving portions of state route number 522, including designated lanes or 37 ramps, for the exclusive or preferential use of public transportation 38 39 vehicles, privately owned buses, motorcycles, private motor vehicles

carrying not less than a specified number of passengers, or private
 transportation provider vehicles pursuant to RCW 47.52.025.

3 (((25))) <u>(24)</u> Prior to initiating new advertisements or requests for qualifications for the following projects: SR 9/Marsh Road to 2nd 4 Street Vicinity (N00900R), SR 526 Corridor Improvements (N52600R), US 5 6 395 North Spokane Corridor (M00800R), and SR 18 - Widening -Issaguah/Hobart Rd to Raging River - Phase 1 (L1000199), the capital 7 projects advisory review board shall review the planned procurement 8 methods for these projects. The board shall provide recommendations 9 on procurement methods to the office of financial management, the 10 11 department, and the transportation committees of the legislature for project L1000199 by July 1, 2024, and projects N52600R, N00900R, and 12 1, 2024. After 13 M00800R by December the board provides recommendations, the department may initiate new advertisements and 14 requests for qualifications, incorporating the recommendations as 15 16 appropriate.

17 The department shall structure the advertisements, requests for qualifications, and requests for proposals, for projects referenced 18 in this subsection, in a manner that provides a high degree of 19 certainty that bids come in as expected according to engineer 20 estimates made through the cost estimate valuation process. The 21 department may request bid offers with alternatives for components of 22 a larger project so that the department may present to the 23 legislature modified options for projects to minimize project delays 24 25 and stay within appropriated funding resources. If alternatives 26 provided are at or below the engineer estimates, the department may proceed with the project award. 27

If bid proposals exceed engineer estimates by more than five percent or \$10,000,000, the department shall report this information to the transportation committees of the legislature within two weeks of receiving the bid proposals, and pause award and contract execution.

33 (((26))) <u>(25)</u> \$750,000 of the motor vehicle account—state 34 appropriation is provided solely for the Grady Way Overpass at 35 Rainier Avenue South I-405 BRT Access study (L1000333).

36 (((27) \$1,804,000)) (26) \$270,000 of the connecting Washington 37 account—state appropriation is provided solely for the SR 164 East 38 Auburn Access project (L1000120). The department must work with the 39 Muckleshoot tribe to deliver the project.

1 (((28))) <u>(27)</u> \$250,000 of the motor vehicle account—state 2 appropriation is provided solely for preliminary engineering of the 3 SR 14/Camas Slough Bridge project (L1000352). Funds may be used for 4 predesign environmental assessment work, community engagement, 5 design, and project cost estimation.

6 (((29))) <u>(28)</u> \$1,000,000 of the multimodal transportation account 7 —state appropriation is provided solely for matching funds for the 8 department to apply to the federal highway administration's wildlife 9 crossings pilot program, in the 2024 grant application cycle, for 10 wildlife crossing underpasses on U.S. 97 between Tonasket and 11 Riverside.

12 (((30) \$1,800,000)) <u>(29) \$1,720,000</u> of the multimodal transportation account—state appropriation and ((\$12,287,000)) 13 14 \$480,000 of the multimodal transportation account—federal 15 appropriation are provided solely for the department to develop and implement a technology-based truck parking availability system along 16 the Interstate 5 corridor in partnership with Oregon state and 17 California state to maximize utilization of existing truck parking 18 capacity and deliver real-time parking availability information to 19 20 truck drivers (L1000375). The department may use a portion of the 21 appropriation in this subsection for grant proposal development and 22 as state match funding for technology-based truck parking 23 availability system federal grant applications. The department must update the transportation committees of the legislature on agency 24 25 activities and their status by December 1, 2023, and provide a final 26 report to the transportation committees of the legislature by December 1, 2024. 27

(((31))) <u>(30)</u> \$1,000,000 of the multimodal transportation account —state appropriation is provided solely for the design on the I-5 Fort Lewis weigh station and SR 906 Phase 3 truck parking improvements (L1000377).

32 (((32))) (31) The legislature intends to provide \$4,950,000 in 33 the 2025-2027 fiscal biennium for additional truck parking improvements (L1000376). As part of the department's 2025-2027 budget 34 submittal, the department and the freight mobility strategic 35 36 investment board, after consulting with appropriate entities, must 37 provide a list of specific truck parking solutions within the amounts provided in this subsection (((32))) (31). The list may also include 38 additional funding recommendations beyond this amount for more 39

1 immediate expansion of truck parking capacity, as well as for long-2 term expansion of truck parking capacity.

3 Sec. 1005. 2024 c 310 s 305 (uncodified) is amended to read as follows: 4 FOR THE DEPARTMENT OF TRANSPORTATION-PRESERVATION-PROGRAM P 5 Move Ahead WA Account—State Appropriation. ((\$105,219,000)) 6 7 \$101,593,000 8 Recreational Vehicle Account—State Appropriation. \$769,000 9 Transportation 2003 Account (Nickel Account)-State 10 11 Motor Vehicle Account—State Appropriation. ((\$154,960,000)) 12 \$142,494,000 13 Motor Vehicle Account—Federal Appropriation. \$560,102,000 14 Motor Vehicle Account—Private/Local Appropriation. . ((\$17,010,000)) 15 \$13,121,000 16 Connecting Washington Account—State Appropriation. . ((\$48,726,000)) 17 \$48,910,000 18 State Route Number 520 Corridor Account—State 19 20 \$9,092,000 21 Tacoma Narrows Toll Bridge Account-State 22 23 \$9,811,000 Alaskan Way Viaduct Replacement Project Account-24 25 26 \$1,213,000 27 Interstate 405 and State Route Number 167 Express 28 Toll Lanes Account—State Appropriation. ((\$15,183,000)) 29 \$8,702,000 30 Transportation Partnership Account-State 31 32 33 \$978,254,000 34 The appropriations in this section are subject to the following conditions and limitations: 35 (1) Except as provided otherwise in this section, the entire 36 37 connecting Washington account-state appropriation, the entire move ahead WA account-federal appropriation, the entire move ahead WA 38 Code Rev/AI:eab S-2400.2/25 2nd draft 227

account-state appropriation, and the entire transportation 1 partnership account—state appropriation are provided solely for the 2 3 projects and activities as listed by fund, project, and amount in 4 LEAP Transportation Document ((2024-1)) 2025-1 as developed March 5 ((6, 2024)) <u>24, 2025</u>, Program - Highway Preservation Program (P). However, limited transfers of specific line-item 6 project appropriations may occur between projects for those amounts listed 7 subject to the conditions and limitations in section 601((, chapter 8 472, Laws of 2023)) of this act. 9

(2) Except as provided otherwise in this section, the entire 10 motor vehicle account-state appropriation and motor vehicle account-11 federal appropriation are provided solely for the projects and 12 activities listed in LEAP Transportation Document ((2024-2)) 2025-2 13 ALL PROJECTS as developed March ((6, 2024)) 24, 2025, Program -14 15 Highway Preservation Program (P). Any federal funds gained through efficiencies, adjustments to the federal funds forecast, or the 16 federal funds redistribution process must then be applied to highway 17 and bridge preservation activities. 18

19 (3) Within the motor vehicle account—state appropriation and 20 motor vehicle account—federal appropriation, the department may 21 transfer appropriation authority between programs I and P, except for 22 appropriation authority that is otherwise restricted in this act, as 23 follows:

(a) Ten days prior to any transfer, the department must submit
 its request to the office of financial management and the
 transportation committees of the legislature and consider any
 concerns raised.

(b) The director of the office of financial management must first provide written authorization for such transfer to the department and the transportation committees of the legislature.

31 (c) The department shall submit a report on appropriation 32 authority transferred in the prior fiscal year using this subsection 33 as part of the department's annual budget submittal.

34 (4) ((The transportation partnership account—state appropriation 35 includes up to \$3,280,000 in proceeds from the sale of bonds 36 authorized in RCW 47.10.873.

37 (5) \$22,000,000)) \$9,500,000 of the motor vehicle account—state 38 appropriation is provided solely for extraordinary costs incurred 39 from litigation awards, settlements, or dispute mitigation activities

1 not eligible for funding from the self-insurance fund (L2000290). The amount provided in this subsection must be held in unallotted status 2 3 until the department submits a request to the office of financial management that includes documentation detailing litigation-related 4 expenses. The office of financial management may release the funds 5 6 only when it determines that all other funds designated for 7 litigation awards, settlements, and dispute mitigation activities have been exhausted. 8

9 (((6))) (5) Within the connecting Washington account—state appropriation, the department may transfer funds from Highway System 10 Preservation (L1100071) to other preservation projects listed in the 11 12 LEAP transportation document identified in subsection (1) of this 13 section, if it is determined necessary for completion of these high 14 priority preservation projects. The department's next budget submittal after using this subsection must appropriately reflect the 15 16 transfer.

17 (((7))) <u>(6)</u> By June 30, 2025, to the extent practicable, the 18 department shall decommission the facilities for the Lacey project 19 engineering office and the Tumwater project engineering office at the 20 end of their lease terms and consolidate the Lacey project 21 engineering office and the Tumwater project engineering office into 22 the department's Olympic regional headquarters.

(((8))) <u>(7)</u> The appropriations in this section include funding for starting planning, engineering, and construction of the Elwha River bridge replacement. To the greatest extent practicable, the department shall maintain public access on the existing route.

27 (((9))) <u>(8)</u> \$7,500,000 of the motor vehicle account—federal 28 appropriation is provided solely for a federal fund exchange pilot program. The pilot program must allow exchanges of federal surface 29 30 transportation block grant population funding and state funds at an exchange rate of 95 cents in state funds per \$1.00 in federal funds. 31 32 The projects receiving the exchanged federal funds must adhere to all 33 federal requirements, including the applicable disadvantaged business 34 enterprise goals. The entirety of the appropriation in this subsection must be held in unallotted status until surface 35 36 transportation block grant population funding has been offered to the state and the department determines that a federalized project or 37 38 projects funded in this section is eligible to spend the surface transportation block grant population funding. \$7,125,000 from 39 40 existing state appropriations identified elsewhere within this Code Rev/AI:eab S-2400.2/25 2nd draft 229

1 section are available to be used as part of the exchange. Upon determination that a project or projects funded in this section is 2 eligible to spend the offered surface transportation block grant 3 population funding, state funds appropriated in this section for the 4 eligible state project or projects in an amount equal to 100 percent 5 6 of the offered surface transportation block grant population funding must be placed in unallotted status. The legislature intends to 7 evaluate the utility and efficacy of the pilot program in the 2025 8 legislative session while reappropriating any remaining funds into 9 the 2025-2027 fiscal biennium. Therefore, the department may issue 10 additional calls for projects with any remaining funds provided in 11 12 this subsection.

13 (((10) \$21,000 of motor vehicle account state appropriation is 14 provided solely for the implementation of chapter 54, Laws of 2023 15 (bridge jumping signs) (G2000114).

(11) \$4,319,000 of the move ahead Washington account-state 16 appropriation is provided solely for SR 525 Bridge Replacement -17 Mukilteo (L2021084). Of the amounts in this subsection, \$155,000 must 18 be transferred to the city of Mukilteo for purposes of community 19 20 planning and business engagement.)) (9) The appropriations in this section include funding for the following projects: 21

(a) SR 241/Mabton Bridge; 22

23 (b) SR 112 Preservation and Maintenance;

(c) SR 155/Omak Bridge Rehabilitation; 24

25 (d) SR 4/Abernathy Creek Bridge - Replace Bridge;

- (e) SR 525 Bridge Replacement Mukilteo; 26
- 27 (f) Land Mobile Radio (LMR) Upgrade;
- 28 (g) SR 104/Port Angeles Graving Dock Settlement and Remediation;
- 29 and
- 30 (h) Bridge Jumping Signs.

2024 c 310 s 306 (uncodified) is amended to read as 31 Sec. 1006. 32 follows: 33 FOR THE DEPARTMENT OF TRANSPORTATION-TRANSPORTATION OPERATIONS-34 PROGRAM Q-CAPITAL 35 Motor Vehicle Account—State Appropriation. ((\$10,606,000)) 36 \$10,539,000 37 Motor Vehicle Account—Federal Appropriation. . . . ((\$12,226,000)) \$12,769,000

1	Motor Vehicle Account—Private/Local Appropriation \$500,000
2	Move Ahead WA Account—State Appropriation \$611,000
3	TOTAL APPROPRIATION
4	\$24,419,000

5 The appropriations in this section are subject to the following 6 conditions and limitations:

7 (1) \$5,547,000 of the motor vehicle account—state appropriation, 8 ((\$8,830,000)) \$8,466,000 of the motor vehicle account—federal appropriation, and \$500,000 of the motor vehicle account-private/ 9 10 local appropriation are provided solely for Programmatic Investment for Traffic Operations Capital projects (000005Q). By December 15th 11 12 of each odd-numbered year, the department shall provide a report to legislature listing all traffic operations capital project 13 the 14 investments completed in the prior fiscal biennium.

(2) \$3,080,000 of the motor vehicle account—state appropriation is provided solely to construct pedestrian signals at nine locations on state route number 7 from 124th Street South to 189th Street South (0000YYY).

(3) \$1,463,000 of the motor vehicle account—state appropriation is provided solely for the replacement of 22 existing traffic cameras and installation of 10 new traffic cameras, including five pole installation sites, on the Interstate 90 corridor between mileposts 34 and 82 (L2021144). The department shall consult with news media organizations to explore options to allow such organizations access to traffic camera feeds.

26 Sec. 1007. 2024 c 310 s 307 (uncodified) is amended to read as 27 follows:

28 FOR THE DEPARTMENT OF TRANSPORTATION-WASHINGTON STATE FERRIES 29 CONSTRUCTION-PROGRAM W 30 Carbon Emissions Reduction Account—State 31 ((\$116,021,000)) Appropriation. 32 \$78,120,000 33 Move Ahead WA Account—State Appropriation. ((\$49,828,000)) 34 \$51,200,000 35 Puget Sound Capital Construction Account-State 36 37 \$434,989,000 38 Puget Sound Capital Construction Account—Federal

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1 Appropriation. ((\$87, 047, 000))2 \$22,822,000 3 Puget Sound Capital Construction Account-4 5 \$839,000 Transportation 2003 Account (Nickel Account)-State 6 7 8 Transportation Partnership Account—State 9 10 \$7,446,000 11 Connecting Washington Account—State Appropriation. . ((\$21,883,000)) 12 \$12,874,000 13 Capital Vessel Replacement Account—State 14 15 16 \$630,450,000 17 The appropriations in this section are subject to the following

18 conditions and limitations: 19 (1) Except as provided otherwise in this section, the entire 20 appropriations in this section are provided solely for the projects 21 and activities as listed in LEAP Transportation Document ((2024-2)) 22 <u>2025-2</u> ALL PROJECTS as developed March ((6, 2024)) <u>24, 2025</u>, Program

23 - Washington State Ferries Capital Program (W).

(2) ((\$24,260,000)) \$25,135,000 of the Puget Sound capital
 construction account—state appropriation is provided solely for
 emergency capital repair costs (999910K). Funds may only be spent
 after approval by the office of financial management.

(3) \$21,688,000 of the capital vessel replacement account—state
 appropriation is provided solely for the acquisition of a 144-car
 hybrid-electric vessel (((L2000329))) (L2021073). The amounts
 provided in this subsection are contingent upon the enactment of
 chapter 429, Laws of 2023.

33 (4) ((Beginning January 1, 2025, \$11,554,000 of the carbon 34 emissions reduction account state appropriation is provided solely 35 for construction of the first hybrid electric Olympic class vessel 36 (L2000329).

37 (5) \$1,500,000 of the Puget Sound capital construction account—
38 state appropriation is provided solely for the Future Hybrid Electric
39 Ferry Class Pre-Design study (L2021131) to advance procurement of a

1 new class of vessel that will account for changes in technology, staffing, and system needs. The department shall initiate a vessel 2 predesign to replace the aging Issaquah class ferries with a new 3 automobile hybrid electric ferry intended to operate on the Vashon 4 Southworth-Fauntleroy route. The predesign study must include a 5 6 review of the benefits and costs of constructing all future new vessels based on the same design. The review may also compare and 7 contrast the benefits and costs of utilizing the existing hybrid 8 9 electric Olympic class vessel design.

(6) \$8,032,000)) \$2,032,000 of the Puget Sound 10 capital 11 construction account—state appropriation is provided solely for 12 modernization of the ticketing and reservation system (990052C). ((Of 13 this amount, \$3,032,000 must be held in unallotted status until Washington state ferries has consulted with the office of the chief 14 15 information officer on the project scope and integration capabilities of the reservation system with existing Good to Go! and ORCA next 16 17 generation products, and reported results to the office of financial 18 management and the transportation committees of the legislature.

(7) + (125, 000))19 (5) \$302,000 of the Puget Sound capital 20 construction account—state appropriation and ((\$125,000)) <u>\$302,000</u> of the Puget sound capital construction account-federal appropriation 21 22 are provided solely for development of a terminal wait times 23 information system (998609A). Washington state ferries must consult 24 with the office of the chief information officer on a technology 25 solution for automated vehicle detection, and report the project scope, along with office of the chief information 26 officer 27 recommendations, to the office of financial management and the 28 transportation committees of the legislature by December 1, 2024.

29 (((8) The transportation partnership account state appropriation 30 includes up to \$7,195,000 in proceeds from the sale of bonds 31 authorized in RCW 47.10.873.

32 (9))) (6) For the purposes of ferry and terminal electrification, 33 the department must apply to the department of ecology for additional 34 competitive grant funds available from Volkswagen settlement funds, 35 and report on the status of the grant application by December 1, 36 2023.

37 (((10))) (7) For the 2023-2025 fiscal biennium, the marine 38 division shall provide to the office of financial management and the 39 transportation committees of the legislature a report for ferry capital projects in a manner consistent with past practices as
 specified in section 308, chapter 186, Laws of 2022.

3 (((11) Beginning January 1, 2025, \$6,175,000 of the carbon 4 emissions reduction account state appropriation is provided solely 5 for construction of hybrid electric vessels (L2021073).

6 (12) Beginning January 1, 2025, \$24,265,000 of the carbon 7 emissions reduction account—state appropriation is provided solely 8 for terminal electrification (L1000341).)

9 Sec. 1008. 2024 c 310 s 308 (uncodified) is amended to read as 10 follows:

11 FOR THE DEPARTMENT OF TRANSPORTATION-RAIL-PROGRAM Y-CAPITAL

12 Carbon Emissions Reduction Account—State 13 14 \$4,604,000 15 Essential Rail Assistance Account—State 16 17 \$470,000 18 Motor Vehicle Account—State Appropriation. ((\$697,000)) 19 \$384,000 20 Move Ahead WA Account-State Appropriation. \$1,500,000 21 Move Ahead WA Flexible Account—State Appropriation. . ((\$33,500,000)) 2.2 \$20,968,000 23 ((Multimodal Transportation Account-24 25 Transportation Infrastructure Account-State 26 27 \$5,826,000 28 Multimodal Transportation Account-State 29 30 \$46,222,000 31 Multimodal Transportation Account—Federal 32 ((\$25,903,000)) 33 \$19,525,000 34 35 \$99,499,000

The appropriations in this section are subject to the following conditions and limitations:

1 (1) Except as provided otherwise in this section, the entire 2 appropriations in this section are provided solely for the projects 3 and activities as listed by project and amount in LEAP Transportation 4 Document ((2024-2)) <u>2025-2</u> ALL PROJECTS as developed March ((6, 2024)) <u>24, 2025</u>, Program – Rail Program (Y).

(2) (a) \$2,680,000 of the transportation infrastructure account-6 7 state appropriation is provided solely for new low-interest loans approved by the department through the freight rail investment bank 8 (FRIB) program. The department shall issue FRIB program loans with a 9 repayment period of no more than 15 years, and charge only so much 10 interest as is necessary to recoup the department's costs 11 to 12 administer the loans. The department shall report annually to the 13 transportation committees of the legislature and the office of 14 financial management on all FRIB loans issued.

15 (b) The department may change the terms of existing loans in the 16 essential rail assistance account for repayment of loans, including 17 the repayment schedule and rate of interest, for a period of up to 15 18 years for any recipient with a total loan value in the program of 19 over 10 percent as of June 30, 2023.

(3) ((\$5,000,000 of the transportation infrastructure accountstate appropriation is provided solely for a low-interest loan for the Port of Longview Rail Corridor Expansion project (L1000347) to accommodate current and future port cargo-handling needs. The lowinterest loan must comply with the requirements of RCW 47.76.460(2).

(4)) \$7,567,000 of the multimodal transportation account—state appropriation is provided solely for new statewide emergent freight rail assistance projects identified in the LEAP transportation document referenced in subsection (1) of this section.

29 (((5))) <u>(4)</u> \$369,000 of the transportation infrastructure account 30 appropriation are provided solely for 31 account—state final 32 reimbursement to Highline Grain, LLC for approved work completed on 33 Palouse River and Coulee City (PCC) railroad track in Spokane county 34 between the BNSF Railway Interchange at Cheney and Geiger Junction and must be administered in a manner consistent with freight rail 35 assistance program projects. 36

(((-6))) (5) The department shall issue a call for projects for the freight rail assistance program, and shall evaluate the applications in a manner consistent with past practices as specified

in section 309, chapter 367, Laws of 2011. By November 15, 2024, the department shall submit a prioritized list of recommended projects to the office of financial management and the transportation committees of the legislature.

(((7) \$25,000,000)) <u>(6) \$500,000</u> of the carbon 5 emissions 6 reduction account-state appropriation is provided solely for state 7 match contributions to support the department's application for federal grant opportunities for a new ultra high-speed ground 8 transportation corridor. These funds are to remain in unallotted 9 status and are available only upon award of federal funds. The 10 department must provide periodic grant application updates to the 11 12 transportation committees of the legislature, as well as anticipated 13 state match estimates for successful grants.

14 (((8) \$33,500,000)) <u>(7)</u> \$20,968,000 of the move ahead WA flexible 15 account—state appropriation is provided solely for rehabilitation of 16 the Palouse River and Coulee City Railroad (L4000079). Up to \$433,000 17 of the amount in this subsection may be used for management and 18 oversight of operation and maintenance activities.

19 (((9) \$19,990,000)) (8) \$4,155,000 of the multimodal 20 transportation account—federal appropriation is provided solely for 21 the rehabilitation of the Salmon Bay drawbridge (752010A) to ensure 22 the efficient movement of freight and passenger trains.

(((10) \$6,300,000)) (9) \$1,023,000 of the carbon emissions reduction account—state appropriation is provided solely to fund a zero emission drayage truck demonstration project (L1000324) at Northwest Seaport Alliance facilities.

(((11) \$14,000,000)) (10) \$500,000 of the carbon emissions 27 reduction account-state appropriation((, and beginning January 1, 28 2025, \$14,000,000 of the carbon emissions reduction account-state 29 30 appropriation, are)) is provided solely to fund a zero emission shore power infrastructure demonstration project at Northwest Seaport 31 32 Alliance facilities (L1000325). Local funds sufficient to fully fund 33 this project must be contributed to the project, and any agreements 34 required for the project must be secured.

35 (((12) \$5,000,000 of the carbon emissions reduction account state 36 appropriation is provided solely to fund the replacement of two 37 Tacoma rail diesel-electric switcher locomotives with zero emission 38 battery-electric switcher locomotives and to install on-site charging 39 equipment at a Tacoma rail facility (L1000327). Local funds

1 sufficient to fully fund this project must be contributed to the

2 project, and any agreements required for the project must be secured.

3 (13)) (11) \$150,000 of the multimodal transportation account—
4 state appropriation is provided solely for the application of durable
5 markings along state route number 906 to create up to 20 parking
6 spaces for larger vehicles, including trucks (L1000336).

7 (((14) \$26,500,000)) (12) \$300,000 of the carbon emissions reduction account-state appropriation is provided solely for port 8 electrification competitive grants (L2021182). All public ports are 9 eligible to receive funds under this subsection. A port seeking to 10 use funds under this subsection to install shore power must adopt a 11 12 policy that requires vessels that dock at the port facility to use 13 shore power if such vessel is capable of using such power and when 14 such power is available at the port facility.

15 (((15) \$2,000,000)) (13) \$1,000,000 of the carbon emissions 16 reduction account—state appropriation is provided solely for port 17 electrification at the port of Bremerton (L1000337), which may 18 include the purchase and installation of zero emission port shore 19 power systems and other zero emission infrastructure, equipment, and 20 technology.

(((16) \$500,000)) (14) \$781,000 of the carbon emissions reduction account—state appropriation((, and beginning January 1, 2025, \$1,500,000 of the carbon emissions reduction account—state appropriation, are)) is provided solely for port electrification at the port of Anacortes (L1000338), which may include the purchase and installation of zero emission port shore power systems and other zero emission infrastructure, equipment, and technology.

(((17) \$2,000,000)) (15) \$1,307,000 of the transportation infrastructure account—state appropriation is provided solely for the Port of Quincy Rail Infrastructure Expansion project (L1000348), an expansion of rail infrastructure within the Port of Quincy's current rail terminal and to nearby industrial zoned properties in the port district.

34 (((18) Beginning January 1, 2025, \$20,000,000)) (16) \$500,000 of 35 the carbon emissions reduction account—state appropriation is 36 provided solely for the Puyallup Tribe Port Electrification project 37 (L1000346).

1 Sec. 1009. 2024 c 310 s 309 (uncodified) is amended to read as 2 follows: 3 FOR THE DEPARTMENT OF TRANSPORTATION-LOCAL PROGRAMS-PROGRAM Z-CAPITAL 4 5 Carbon Emissions Reduction Account-State 6 7 \$12,582,000 8 Climate Active Transportation Account-State 9 10 \$107,431,000 11 Freight Mobility Investment Account-State 12 ((\$21,847,000)) 13 \$16,460,000 14 Freight Mobility Multimodal Account-State 15 $((\frac{27,216,000}{2}))$ \$17,704,000 16 17 ((Highway Infrastructure Account—State 18 19 Highway Infrastructure Account—Federal 20 21 Move Ahead WA Account—State Appropriation. ((\$117,033,000)) 2.2 \$22,366,000 23 Move Ahead WA Flexible Account—State Appropriation. . ((\$34,500,000)) 24 \$12,300,000 25 Motor Vehicle Account—State Appropriation. ((\$31,785,000)) 26 \$18,610,000 Motor Vehicle Account—Federal Appropriation. . . . ((\$129,698,000)) 27 28 \$98,263,000 29 Motor Vehicle Account—Private/Local Appropriation. . . \$35,000,000 30 Connecting Washington Account—State Appropriation. . ((\$117,410,000)) 31 \$41,241,000 32 Multimodal Transportation Account-State 33 34 \$73,927,000 35 36 \$455,884,000 37 The appropriations in this section are subject to the following 38 conditions and limitations:

1 (1) Except as provided otherwise in this section, the entire 2 appropriations in this section are provided solely for the projects 3 and activities as listed by project and amount in LEAP Transportation 4 Document ((2024-2)) <u>2025-2</u> ALL PROJECTS as developed March ((67)5 <u>2024</u>)) <u>24, 2025</u>, Program - Local Programs Program (Z).

6 (2) The amounts identified in the LEAP transportation document 7 referenced under subsection (1) of this section for pedestrian 8 safety/safe routes to school are as follows:

(a) ((\$47,707,000)) <u>\$27,707,000</u> of the multimodal transportation 9 account—state appropriation and ((\$43,058,000)) \$27,686,000 of the 10 climate active transportation account-state appropriation are 11 12 provided solely for pedestrian and bicycle safety program projects 13 (L2000188 and L1000335). Of the amount of climate active 14 transportation account funds appropriated in this subsection, up to one percent may be used for program administration and staffing. 15

16 ((\$31,553,000)) \$26,020,000 of the motor vehicle account-(b) federal appropriation, ((\$45,399,000)) \$24,260,000 of the climate 17 transportation account—state appropriation, 18 active and ((\$21,157,000)) <u>\$15,586,000</u> of the multimodal transportation account— 19 state appropriation are provided solely for safe routes to school 20 projects (L2000189 and L1000334). Of the amount of climate active 21 22 transportation account funds appropriated in this subsection, up to one percent may be used for program administration and staffing. 23

(c) For future rounds of grant selection, the department must reevaluate the criteria to increase geographic diversity of jurisdictions consistent with the requirements of the healthy environment for all (HEAL) act.

(3) The department shall submit a report to the transportation committees of the legislature by December 1, 2023, and December 1, 2024, on the status of projects funded as part of the pedestrian safety/safe routes to school grant program and the Sandy Williams connecting communities grant program.

(4) ((\$12,792,000)) \$7,666,000 of the multimodal transportation account—state appropriation is provided solely for connecting Washington bicycle and pedestrian projects listed in the LEAP transportation document referenced in subsection (1) of this section.

(5) ((\$46,580,000)) \$35,278,000 of the motor vehicle account—
 federal appropriation is provided solely for acceleration of local
 preservation projects that ensure the reliable movement of freight on

the national highway freight system (G2000100). The department will select projects as part of its update of the state freight plan, in consultation with the freight mobility strategic investment board and other stakeholders.

(6) ((\$7,125,000)) \$1,750,000 of the motor vehicle account—state 5 6 appropriation is provided solely for a federal fund exchange pilot program. The pilot program will allow exchanges of federal surface 7 transportation block grant population funding and state funds at an 8 exchange rate of 95 cents in state funds per \$1.00 in federal funds. 9 10 The entirety of the appropriation in this subsection must be held in until: Surface transportation 11 unallotted status block grant 12 population funding has been offered to the state, the department 13 determines that a federalized project or projects funded in section ((305 or 306, chapter 472, Laws of 2023)) <u>1003 and 1004 of</u> this act 14 to spend the surface transportation block 15 is eligible grant population funding, and state funds appropriated in section ((305 or 16 306, chapter 472, Laws of 2023)) 1003 and 1004 of this act for the 17 eligible state project or projects in an amount equal to 100 percent 18 of the offered surface transportation block grant population funding 19 have been placed in unallotted status. A report on the effectiveness 20 21 of the exchange program, the total estimated cost of program 22 administration, and recommendations for continuing the pilot program due to the governor and transportation committees of the 23 is 24 legislature by December 1, 2024. The legislature intends to evaluate 25 the utility and efficacy of the pilot program in the 2025 legislative 26 session while reappropriating any remaining funds into the 2025-2027 27 fiscal biennium. Therefore, the department may issue additional calls for projects with any remaining funds provided in this subsection. 28

29 (7) ((\$136,\$93,000)) \$42,226,000 of the move ahead WA account— 30 state appropriation and ((\$25,000,000)) \$10,400,000 of the move ahead 31 WA flexible account—state appropriation are provided solely for new 32 move ahead WA road and highway projects listed in LEAP Transportation 33 Document ((2024-2)) 2025-2 ALL PROJECTS as developed March ((67)34 2024) 24, 2025, Program - Local Programs Program (Z).

35 (a) For projects funded in this subsection, the department 36 expects to have substantial reappropriations for the 2023-2025 fiscal 37 biennium, the department may, on a pilot basis, apply funding from a 38 project with an appropriation that is unable to be used in the 39 2023-2025 fiscal biennium to advance one or more of the projects listed in LEAP Transportation Document ((2024-2)) 2025-2 ALL PROJECTS
 as developed March ((6, 2024)) 24, 2025, Program - Local Programs
 Program (Z), prioritizing projects first by project readiness.

(i) In instances when projects listed in the LEAP transportation 4 documents referenced in (a) of this subsection are no longer viable 5 6 or have been completed, the department may recommend in its next budget submittal alternative project proposals from the local 7 jurisdictions if the project is similar in type and scope and 8 consistent with limitations of certain funds provided. In the event 9 that the listed project has been completed the local jurisdictions 10 11 may, rather than submitting an alternative project, instead be 12 reimbursed in the year in which it was scheduled for documented costs incurred implementing the listed project, not in excess of the amount 13 14 awarded from the funding program.

(ii) At least 10 business days before advancing or swapping a project pursuant to this subsection, the department must notify the office of financial management and the transportation committees of the legislature. The advancement of a project may not hinder the delivery of the projects for which the reappropriations are necessary for the 2023-2025 fiscal biennium.

(b) Of the amounts provided in this subsection, $((\frac{25,493,000}))$ 21 22 \$4,093,000 of the move ahead WA account—state appropriation is provided solely for three roundabouts to be constructed on state 23 24 route number 507 in partnership with local authorities (L1000330). 25 The roundabout at Vail is with Thurston county, the roundabout at Bald Hills is with the city of Yelm, and the roundabout at state 26 27 route number 702 is with Pierce county. The department is to work cooperatively with each local jurisdiction to construct these 28 29 facilities within department rights-of-way. The department must provide all project predesign and design information developed to 30 date to the local jurisdictions and have a project implementation 31 agreement in place with each local jurisdiction within 180 calendar 32 days of the effective date of this act. The implementation agreement 33 may provide full control for the local authority to construct the 34 35 project. Once the roundabouts are completed, the operations and 36 maintenance of the roundabouts are the responsibility of the 37 department. Of the amounts provided in this subsection, \$7,000,000 is 38 for the roundabout at Vail road and state route number 507.

39 (c) \$15,000,000 of the move ahead Washington account—state 40 appropriation is provided solely for the Columbia River Bridge Code Rev/AI:eab 241 S-2400.2/25 2nd draft Replacement/Hood River to White Salmon project (L4000046). The office of financial management shall place the amounts in this subsection in unallotted status. As funds are appropriated by the Oregon legislature, the office of financial management may release amounts provided in this subsection to match Oregon appropriations.

6 (8) ((\$39,185,000)) \$21,885,000 of the climate active 7 transportation account—state appropriation, ((\$11,600,000)) \$500,000 of the multimodal transportation account-state appropriation, and 8 9 ((\$3,000,000)) \$500,000 of the move ahead WA flexible account—state appropriation are provided solely for move ahead WA pedestrian and 10 bike projects listed in LEAP Transportation Document ((2024-2)) 11 2025-2 ALL PROJECTS as developed March ((6, 2024)) <u>24, 2025</u>, Program 12 - Local Programs Program (Z). For projects funded in this subsection, 13 if the department expects to have substantial reappropriations for 14 15 the 2023-2025 fiscal biennium, the department may, on a pilot basis, 16 apply funding from a project with an appropriation that is unable to be used in the 2023-2025 fiscal biennium to advance one or more of 17 18 the projects listed in LEAP Transportation Document ((2024-2)) 2025-2 19 ALL PROJECTS as developed March ((6, 2024)) 24, 2025, Program - Local 20 Programs Program (Z), prioritizing projects first by tier then by 21 project readiness.

22 (a) In instances when projects listed in the LEAP transportation 23 document referenced in this subsection (8) of this section are no 24 longer viable or have been completed, the department may recommend in 25 its next budget submittal alternative project proposals from the 26 local jurisdictions if the project is similar in type and scope and 27 consistent with limitations of certain funds provided. In the event that the listed project has been completed the local jurisdictions 28 29 may, rather than submitting an alternative project, instead be 30 reimbursed in the year in which it was scheduled for documented costs incurred implementing the listed project, not in excess of the amount 31 32 awarded from the funding program.

33 (b) At least 10 business days before advancing or swapping a 34 project pursuant to this subsection, the department must notify the 35 office of financial management and the transportation committees of 36 the legislature. The advancement of a project may not hinder the 37 delivery of the projects for which the reappropriations are necessary 38 for the 2023-2025 fiscal biennium.

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(9) \$16,800,000 of the climate active transportation account—
 state appropriation is provided solely for the statewide school-based
 bicycle education grant program (L1000309). The department may
 partner with a statewide nonprofit to deliver programs.

5 (10)((\$25,000,000)) \$16,800,000 of the climate active transportation account—state appropriation is provided solely for the 6 7 Sandy Williams connecting communities pilot program (L1000308) to deliver projects to reconnect communities that have been bifurcated 8 9 by state highways. Priority must be given to historically marginalized or overburdened communities. The department may consult 10 11 with the Cooper Jones active transportation safety council to 12 identify geographic locations where there are high incidences of 13 serious injuries and fatalities of active transportation users among 14 vulnerable populations.

(11) ((\$14,000,000)) \$1,000,000 of the carbon emissions reduction account—state appropriation((, and beginning January 1, 2025, \$10,000,000 of the carbon emissions reduction account state appropriation, are)) is provided solely for the Guemes Ferry Boat Replacement project (L4000124).

20 (12) ((\$6,500,000)) \$1,400,000 of the move ahead WA flexible account-state appropriation is provided solely for development of an 21 applied sustainable aviation evaluation center (L2021135). Snohomish 22 23 county, in partnership with Washington State University, shall plan and establish facilities to evaluate, qualify or certify, and 24 25 research technologies that can minimize the impact of aviation on 26 human health and the environment. Funds may be used for, but are not 27 limited to, planning, construction, and land acquisition for sustainable aviation fuel (SAF) qualification testing (ASTM D4054), 28 29 research on the impact of SAF on the environment and human health, and SAF storage for the purpose of advancing sustainable aviation. At 30 a minimum, three sustainable aviation platforms must be considered: 31

- 32 (a) Sustainable aviation fuel (SAF);
- 33 (b) Hydrogen; and

34 (c) Battery electric energy storage mechanisms.

35 (13) The legislature intends to fund the Ballard and Magnolia 36 Bridge project (L4000123), as described in section 911 (18) and (19), 37 chapter 472, Laws of 2023.

38 (14) ((\$200,000)) \$30,000 of the multimodal transportation 39 account—state appropriation is provided solely for the Seattle office

1 of planning and community development to update and add to the 2020 I-5 Lid Feasibility Study with additional test cases with ramp 2 3 changes and removals in downtown Seattle and alternative assumptions with regards to parking, expansion of Freeway Park, affordable 4 housing, and commercial real estate (L2021140). The Seattle office of 5 6 planning and community development shall conduct ongoing community 7 engagement with underrepresented constituencies to support the technical work of this study and raise public awareness 8 of opportunities of I-5 lids. Focus should be given to low-income 9 households living and working in the I-5 lid study areas in central 10 11 Seattle.

12 (15) ((\$1,000,000)) \$500,000 of the multimodal transportation 13 account-state appropriation is provided solely for the department to 14 award grants to local jurisdictions to implement network-wide traffic 15 conflict screening programs using video analytics in controlled intersections with a disproportionate number of traffic violations 16 17 and injuries to active transportation users (L2021149). Grants must 18 be awarded proportionally across the state and include controlled 19 intersections in both urban and rural environments and along state highways and county roads. Grant recipients must report back to the 20 department all traffic violation and active transportation facility 21 22 data acquired during the grant period and provide the department with appropriate next steps for the state and the local jurisdiction to 23 24 improve traffic safety for active transportation users in such 25 intersections. The department must report such findings and 26 recommendations to the transportation committees of the legislature 27 by December 1, 2024.

(16) (a) (i) \$5,000,000 of the carbon emissions reduction account state appropriation is provided solely for the department to establish a program for providing rebates to qualifying persons who purchase e-bikes and qualifying equipment and services from a qualifying retailer. Of this amount, \$3,000,000 is for rebate amounts as described under (a) (iii) (A) of this subsection, and \$2,000,000 is for rebate amounts as described under (a) (iii) (B) of this subsection.

35 (ii) To qualify for and use the rebate under this subsection, a 36 person must be a resident of Washington state and purchase an e-bike 37 and qualifying equipment and services, if any, from a qualifying 38 retailer in this state. Qualifying equipment and services must be 39 purchased as part of the same transaction as the e-bike.

(iii) (A) For persons who are at least 16 years of age and reside
in households with incomes at or below 80 percent of the county area
median income, the amount of the rebate is up to \$1,200 on the sale
of an e-bike and any qualifying equipment and services.

5 (B) For all other persons who are at least 16 years of age, the 6 amount of the rebate is up to \$300 on the sale of an e-bike and any 7 qualifying equipment and services.

8

(C) No more than one rebate may be awarded per household.

(iv) (A) The department must establish application procedures for 9 e-bike retailers to participate in the rebate program, 10 and 11 application and award procedures for applicants to participate in the program. If an applicant qualifies for a rebate amount and there is 12 sufficient funds to award the applicant with the appropriate rebate 13 amount, the department must provide the qualifying individual the 14 rebate amount in a format that can be redeemed at the time of 15 16 purchase at a qualifying retailer.

17 (B) An applicant must provide contact information, including a physical address, email address, and phone number, and demographic 18 information, including the applicant's age, gender, race, and 19 ethnicity, to the department on a form provided by the department at 20 the time of applying for the rebate. The department may share or 21 provide access to such information with the University of Washington 22 to provide the University of Washington an opportunity to ask program 23 applicants and recipients to fill out a survey collecting information 24 25 only to the extent to inform its report described under (d) of this 26 subsection.

(v) A qualifying retailer must register with the department before participating in the rebate program. A qualifying retailer must:

30 (A) Verify the identity of the qualifying individual at the time31 of purchase; and

32

(B) Calculate and apply the rebate at the time of purchase.

33 (vi) The department must reimburse a qualifying retailer that 34 accepts a rebate from a qualifying individual no later than 30 days 35 after the rebate is redeemed.

36 (vii) For purposes of this subsection (16)(a):

37 (A) "E-bike" means an electric assisted bicycle as defined in RCW
 38 46.04.169, but does not include mountain bikes.

(B) "Qualifying equipment and services" means a bicycle helmet,
 safety vest, bicycle light, or bicycle lock, and any maintenance or
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other services agreed upon by the qualifying retailer and qualifying
 individual at the time of purchase.

3 (C) "Qualifying retailer" means a retail business establishment 4 with one or more physical retail locations in this state that 5 provides on-site e-bike sales, service, and repair and has registered 6 with the department to participate in the rebate program established 7 under this subsection.

(b) For fiscal year 2025, $((\frac{2,000,000}{,000}))$ $\frac{432,000}{,000}$ of the carbon 8 emissions reduction account—state appropriation is provided solely 9 for the department to establish an e-bike lending library and 10 ownership grant program. The department may accept grant applications 11 12 from other state entities, local governments, and tribes that 13 administer or plan to administer an e-bike lending library or ownership program for their employees for commute trip reduction 14 purposes. The department may also accept grant applications from 15 nonprofit organizations or tribal governments that serve persons who 16 17 are low-income or reside in overburdened communities and that 18 administer or plan to administer an e-bike lending library or 19 ownership program for qualifying persons. Grant recipients must report program information and participation data to the University 20 21 of Washington to inform its report described under (d) of this 22 subsection.

(c) It is the intent of the legislature that funding provided in
(a) and (b) of this subsection continue to be appropriated in the
2025-2027 and 2027-2029 fiscal biennia.

26 (d) Of the amounts provided in this subsection (16), \$90,000 is 27 for the department to contract with the University of Washington's sustainable transportation lab to publish a general policy brief that 28 29 provides innovative e-bike rebate and lending library or ownership grant program models and recommendations, a report on survey results 30 based on data and demographic information collected under the e-bike 31 32 rebate program established in (a) of this subsection, and a report on program information and data collected under the e-bike lending 33 library and ownership grant program established in (b) of this 34 35 subsection. An initial brief and report must be submitted to the 36 transportation committees of the legislature by July 1, 2024, with 37 the final policy brief and report due to the transportation committees of the legislature by ((July 1, 2025)) December 1, 2025. 38

1 (e) The department may not collect more than five percent of 2 appropriated amounts to administer the programs under (a) and (b) of 3 this subsection.

4 (17) ((\$21,847,000 of the)) <u>The entire</u> freight mobility 5 investment account—state appropriation and ((\$27,216,000 of)) the 6 <u>entire</u> freight mobility multimodal account—state appropriation are 7 provided solely for freight mobility strategic investment board 8 projects listed in the LEAP transportation document referenced in 9 subsection (1) of this section.

(18) ((\$4,150,000)) \$1,660,000 of the motor vehicle account—state appropriation is provided solely for matching funds for federal funds to reconstruct Grant county and Adams county bridges as part of the Odessa groundwater replacement program (L1000322).

14 (19) ((\$9,240,000)) <u>\$9,100,000</u> of the connecting Washington 15 account—state appropriation is provided solely for the Aberdeen US 12 16 Highway-Rail Separation project (L1000331).

17 (20) The appropriations in this section include savings due to anticipated project underruns; however, it is unknown which projects 18 will provide savings. The legislature intends to provide sufficient 19 20 flexibility for the department to manage to this savings target. To 21 provide this flexibility, the office of financial management may 22 authorize, through an appropriation modification, reductions in the amounts that are provided solely for a particular purpose within this 23 section subject to the following conditions and limitations: 24

(a) The department must confirm that any modification requested under this subsection of amounts provided solely for a specific purpose are not expected to be used for that purpose in this fiscal biennium;

(b) Appropriation modifications authorized under this subsection may not result in increased funding for any project beyond the amount provided for that project in the 2023-2025 fiscal biennium in LEAP Transportation Document ((2024-2)) 2025-2 ALL PROJECTS as developed March ((6, 2024)) 24, 2025;

34 (c) Appropriation modifications authorized under this subsection 35 apply only to amounts appropriated in this section from the following 36 accounts: Connecting Washington account—state, and move ahead WA 37 account—state; and

38 (d) The office of financial management must provide notice of 39 appropriation modifications authorized under this subsection within

1 10 working days to the transportation committees of the legislature. By December 1, 2023, and December 1, 2024, the department must submit 2 3 report to the transportation committees of the legislature а regarding the actions taken to date under this subsection. 4

(21) ((\$5,000,000)) <u>\$2,000,000</u> of the multimodal transportation 5 account-state appropriation is provided solely for the department to 6 7 assist local jurisdictions in addressing emergent issues related to safety for pedestrians and bicyclists (LXXXPBF). Funds may only be 8 spent after approval from the office of financial management. By 9 10 December 15th of each odd-numbered year, the department shall provide a report to the legislature listing all emergent issues addressed in 11 12 the prior fiscal biennium. Reporting may be done in conjunction with 13 the transportation operations division.

14 (22) ((Beginning January 1, 2025, \$22,944,000)) \$6,150,000 of the 15 carbon emissions reduction account-state appropriation is provided solely for the following projects identified in LEAP Transportation 16 Document $((\frac{2024-2}{2}))$ <u>2025-2</u> ALL PROJECTS as developed March $((\frac{6}{7})$ 17 18 2024)) 24, 2025:

19

20

(a) North Aurora Safety Improvements (L4000154);

(b) North Broadway Pedestrian Bridge (L2021082);

21 (c) ((State Route 547 Pedestrian and Bicycle Safety Trail 22 (Kendall Trail) (L4000144);

23 (d))) 72nd Ave & Washington Ave Active Transportation Components 24 (L2021194);

25

(((e))) (d) Bluff Trail Hood River to White Salmon (L2021199);

26 (((f))) <u>(e)</u> Columbia Heights Safety Improvements (L2021195);

27 (((g))) <u>(f)</u> La Center Pac. Hwy Shared Use Path (L2021196);

28 (((h))) (q) SR 240/Aaron Dr Complete Streets Improvements 29 (L2021193);

30 (((i))) <u>(h)</u> View Ridge Safe Routes to Schools (L1000342);

31 (i) 84th Ave NE Pedestrian and Bicycle Project (((++)))32 (L1000366);

33 (((k))) (j) Communities for a Health Bay electric boat 34 (L1000368);

35 (k) SR 303 Warren Ave Bridge Pedestrian Improvements (((+1)))36 (L2000339); and

(1) 37 SR 520 & 148th NE Bicycle/Pedestrian Crossing ((-(m)))38 (L2021047).

(End of part)

TRANSFERS AND DISTRIBUTIONS

Sec. 1101. 2024 c 310 s 401 (uncodified) is amended to read as 2 3 follows: 4 FOR THE STATE TREASURER-BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALES DISCOUNTS AND 5 6 DEBT TO BE PAID BY MOTOR VEHICLE ACCOUNT AND TRANSPORTATION FUND 7 REVENUE 8 Transportation Partnership Account-State 9 10 \$14,000 11 Connecting Washington Account—State Appropriation. . . ((\$4,531,000)) 12 \$2,169,000 13 Special Category C Account—State Appropriation. . . . ((\$444,000)) 14 \$123,000 15 Highway Bond Retirement Account—State Appropriation ((\$1,475,218,000)) 16 \$1,474,853,000 17 Ferry Bond Retirement Account-State Appropriation. . . . \$4,616,000 18 Transportation Improvement Board Bond Retirement 19 20 Nondebt-Limit Reimbursable Bond Retirement Account-21 22 Toll Facility Bond Retirement Account—State 23 24 \$1,596,714,000 25 26 Sec. 1102. 2024 c 310 s 402 (uncodified) is amended to read as 27 follows: 28 FOR THE STATE TREASURER-BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES AND 29 30 FISCAL AGENT CHARGES 31 Transportation Partnership Account-State 32 33 \$5,000 34 Connecting Washington Account—State Appropriation. . . ((\$1,017,000)) 35 \$541,000 36 Special Category C Account—State Appropriation. ((\$95,000)) 37 \$31,000

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1 TOTAL APPROPRIATION. ((\$1, 158, 000))2 \$577,000 Sec. 1103. 2024 c 310 s 403 (uncodified) is amended to read as 3 follows: 4 FOR THE STATE TREASURER-STATE REVENUES FOR DISTRIBUTION 5 Motor Vehicle Account-State Appropriation: For motor 6 7 vehicle fuel tax statutory distributions to 8 9 \$451,996,000 10 Multimodal Transportation Account-State 11 Appropriation: For distribution to cities and 12 13 Motor Vehicle Account-State Appropriation: For 14 distribution to cities and counties. \$23,438,000 15 16 \$502,220,000 17 Sec. 1104. 2024 c 310 s 404 (uncodified) is amended to read as 18 follows: 19 FOR THE STATE TREASURER-TRANSFERS 20 Motor Vehicle Account-State Appropriation: For motor 21 vehicle fuel tax refunds and statutory 22 2.3 \$1,913,772,000 Sec. 1105. 2024 c 310 s 405 (uncodified) is amended to read as 2.4 25 follows: 26 FOR THE DEPARTMENT OF LICENSING-TRANSFERS 27 Motor Vehicle Account-State Appropriation: For motor 28 vehicle fuel tax refunds and transfers. . . . ((\$253,180,000)) 29 \$205,018,000 30 Sec. 1106. 2024 c 310 s 406 (uncodified) is amended to read as 31 follows: 32 FOR THE STATE TREASURER—ADMINISTRATIVE TRANSFERS 33 (1) Transportation Partnership Account—State 34 Appropriation: For transfer to the Motor Vehicle 35 Account—State. . . Code Rev/AI:eab 250 S-2400.2/25 2nd draft

1 (2) Connecting Washington Account-State 2 Appropriation: For transfer to the Move Ahead WA 3 4 (3) Electric Vehicle Account—State appropriation: 5 For transfer to the Move Ahead WA Flexible 6 7 (4) Electric Vehicle Account—State Appropriation: For transfer to the Multimodal 8 9 Transportation Account—State. \$32,730,000 (5) Washington State Aviation Account—State 10 11 Appropriation: For transfer to the Aeronautics 12 13 (6) Carbon Emissions Reduction Account—State 14 Appropriation: For transfer to the Climate Active 15 Transportation Account—State. ((\$178,885,000)) <u>\$112,748,000</u> (7) Carbon Emissions Reduction Account—State 16 17 Appropriation: For transfer to the Climate Transit Programs Account—State. ((\$408,000,000)) \$374,110,000 18 19 (8) Carbon Emissions Reduction Account—State 20 Appropriation: For transfer to the Puget Sound Ferry 21 22 (9) Move Ahead WA Flexible Account—State 23 Appropriation: For transfer to the Move Ahead WA 24 25 (10) Alaskan Way Viaduct Replacement Project 26 Account-State Appropriation: For transfer to the 27 Motor Vehicle Account—State. ((\$25,000,000)) \$37,992,000 28 (11) Highway Safety Account—State 29 Appropriation: For transfer to the State Patrol Highway 30 31 (12) (a) Transportation Partnership 32 Account-State Appropriation: For transfer to the Tacoma Narrows Toll Bridge Account—State. \$6,611,000 33 34 (b) It is the intent of the legislature that this transfer is 35 temporary, for the purpose of minimizing the impact of toll 36 increases. An equivalent reimbursing transfer is to occur after the debt service and deferred sales tax on the Tacoma Narrows bridge 37 38 construction costs are fully repaid in accordance with chapter 195, Laws of 2018. 39

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1 (13) Motor Vehicle Account—State Appropriation: 2 For transfer to the State Patrol Highway 3 4 (14) Motor Vehicle Account—State Appropriation: 5 For transfer to the County Arterial Preservation 6 7 (15) Motor Vehicle Account—State Appropriation: For transfer to the Freight Mobility Investment 8 9 10 (16) Motor Vehicle Account—State 11 Appropriation: For transfer to the Rural Arterial 12 (17) Motor Vehicle Account—State 13 14 Appropriation: For transfer to the Transportation 15 (18) (a) State Route Number 520 Civil Penalties 16 17 Account-State Appropriation: For transfer to the Motor 18 19 (b) The transfer in this subsection is to repay moneys loaned to 20 the state route number 520 civil penalties account in the 2019-2021 21 fiscal biennium. (19) State Route Number 520 Civil Penalties 22 23 Account-State Appropriation: For transfer to the State Route Number 520 Corridor Account—State. \$560,000 24 25 (20) (a) Capital Vessel Replacement 26 Account—State Appropriation: For transfer to the 27 Connecting Washington Account—State. \$29,000,000 (b) It is the intent of the legislature that this transfer is 28 29 temporary, for the purpose of minimizing the use of bonding in the 30 connecting Washington account. 31 (21) Multimodal Transportation Account-State 32 Appropriation: For transfer to the Complete Streets 33 34 (22) Multimodal Transportation Account—State 35 Appropriation: For transfer to the Highway Safety 36 37 (23) Multimodal Transportation Account—State 38 Appropriation: For transfer to the Motor Vehicle 39 Code Rev/AI:eab 252 S-2400.2/25 2nd draft

1 (24) Multimodal Transportation Account-State 2 Appropriation: For transfer to the Freight Mobility 3 4 (25) Multimodal Transportation Account—State 5 Appropriation: For transfer to the Move Ahead WA Flexible 6 7 (26) Multimodal Transportation Account—State Appropriation: For transfer to the Puget Sound Capital 8 9 10 (27) Multimodal Transportation Account—State 11 Appropriation: For transfer to the Puget Sound 12 Ferry Operations Account—State. ((\$90,500,000)) \$71,500,000 (28) Multimodal Transportation Account—State 13 14 Appropriation: For transfer to the Regional Mobility 15 16 (29) Multimodal Transportation Account—State 17 Appropriation: For transfer to the Rural Mobility 18 19 (30) Multimodal Transportation Account—State 20 Appropriation: For transfer to the State Patrol Highway 21 Account—State....\$59,000,000 2.2 (31) (a) Alaskan Way Viaduct Replacement 23 Project Account—State Appropriation: For transfer to 24 the Transportation Partnership Account—State. ((\$47,899,000)) 25 \$76,899,000 26 (b) \$22,899,000 of the amount transferred in this subsection 27 represents repayment of debt service incurred for the construction of the SR 99/Alaskan Way Viaduct Replacement project (809936Z). 28 29 (32) Tacoma Narrows Toll Bridge Account-State 30 Appropriation: For transfer to the Motor Vehicle 31 32 (33) (a) General Fund Account—State 33 Appropriation: For transfer to the State Patrol Highway 34 The state treasurer shall transfer the funds only after 35 (b) 36 receiving notification from the Washington state patrol under section 37 207, chapter 472, Laws of 2023. 38 (34) Puget Sound Ferry Operations Account-State Appropriation: For transfer to the Puget Sound Capital 39 Code Rev/AI:eab 253 S-2400.2/25 2nd draft

1 2 (35) Move Ahead WA Account—State 3 Appropriation: For transfer to the Puget Sound Ferry 4 5 (36) Advance Right-Of-Way Revolving Fund-State 6 Appropriation: For transfer to the JUDY Transportation 7 Future Funding Program Account—State. \$40,000,000 8 (37) Transportation Infrastructure Account—State 9 Appropriation: For transfer to the Essential Rail Assistance Account—State....\$1,000,000 10 (38) Regional Mobility Grant Program Account—State 11 12 Appropriation: For transfer to the Multimodal Transportation Account—State. \$6,098,000 13 14 (39) ((Move Ahead WA Account—State Appropriation: For transfer to the Motor Vehicle Account State. . . . \$50,000,000)) 15 16 Move Ahead WA Account—State Appropriation: For transfer to the Puget Sound Capital 17 18 19 (40) Move Ahead WA Account—State 20 Appropriation: For transfer to the Transportation 21 Partnership Account—State....\$78,000,000 (41) Multimodal Transportation Account—State 22 23 Appropriation: For transfer to the Special 24 25 (42) Move Ahead WA Account—State 26 Appropriation: For transfer to the Transportation 27 Sec. 1107. 2024 c 310 s 407 (uncodified) is amended to read as 28 29 follows: 30 FOR THE STATE TREASURER-BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT TO BE PAID BY 31 32 STATUTORILY PRESCRIBED REVENUE Toll Facility Bond Retirement Account—Federal 33 34 35 Toll Facility Bond Retirement Account—State 36 37 \$26,955,000 38 S-2400.2/25 2nd draft Code Rev/AI:eab 254

The appropriations in this section are subject to the following conditions and limitations: \$35,250,000 of the toll facility bond retirement account—federal appropriation may be used to prepay certain outstanding bonds if sufficient debt service savings can be obtained.

(End of part)

MISCELLANEOUS 2023-2025 FISCAL BIENNIUM

2 <u>NEW SECTION.</u> Sec. 1201. A new section is added to 2024 c 310
3 (uncodified) to read as follows:

The appropriations to the department of transportation in chapter 4 5 472, Laws of 2023, chapter 310, Laws of 2024, and this act must be expended for the programs and in the amounts specified in chapter 6 472, Laws of 2023, chapter 310, Laws of 2024, and this act. However, 7 after May 1, 2025, unless specifically prohibited, the department may 8 transfer state appropriations for the 2023-2025 fiscal biennium among 9 10 operating programs after approval by the director of the office of financial management. However, the department shall not transfer 11 state moneys that are provided solely for a specific purpose. The 12 department shall not transfer funds, and the director of the office 13 14 of financial management shall not approve the transfer, unless the 15 transfer is consistent with the objective of conserving, to the 16 maximum extent possible, the expenditure of state funds and not 17 federal funds. The director of the office of financial management 18 shall notify the appropriate transportation committees of the 19 legislature before approving any allotment modifications or transfers 20 under this section.

21 <u>NEW SECTION.</u> Sec. 1202. The following acts or parts of acts are 22 each repealed:

- 23 (1) 2023 c 472 s 601 (uncodified); and
- 24 (2) 2024 c 310 s 501 (uncodified).

(End of part)

MISCELLANEOUS

2 <u>NEW SECTION.</u> Sec. 1301. If any provision of this act or its 3 application to any person or circumstance is held invalid, the 4 remainder of the act or the application of the provision to other 5 persons or circumstances is not affected.

6 <u>NEW SECTION.</u> Sec. 1302. This act is necessary for the immediate 7 preservation of the public peace, health, or safety, or support of 8 the state government and its existing public institutions, and takes 9 effect immediately.

(End of part)

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