SENATE BILL 5782

State of Washington 67th Legislature 2022 Regular Session

 ${\bf By}$ Senator Conway

1 AN ACT Relating to the defense community compatibility account; 2 and amending RCW 43.330.515 and 43.330.520.

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

4 Sec. 1. RCW 43.330.515 and 2019 c 404 s 1 are each amended to 5 read as follows:

6 (1) The defense community compatibility account is created in the 7 state treasury. Revenues to the account consist of appropriations by 8 the legislature, private contributions, and all other sources 9 deposited in the account.

10 (2) (a) Expenditures from the account may only be used for grants 11 to local governments, federally recognized Indian tribes, or entities 12 who have entered into an agreement with a military installation in the state under the United States department of defense readiness and 13 environmental protection integration program for purposes of the 14 15 programs established in subsection (3) of this section, including 16 administrative expenses. Priority must be given for grant 17 applications accompanied by express support from nonprofit community 18 or neighborhood-based organizations, public development authorities, 19 federally recognized Indian tribes in the state, or other community 20 partners. Only the director or the director's designee((τ)) may authorize expenditures. In order for the director or the director's 21

designee to authorize an expenditure for the purpose identified in subsection (3) of this section, ((both federal and applicant funds must be committed to the same purposes or project as the state expenditure)) the applicant must demonstrate both the commitment of applicant funds and the federal funding source for which the applicant will apply.

7 (b) An applicant must submit an application to the department in 8 order to be eligible for funding under this subsection, and the 9 department may not expend money on a project for which an applicant 10 has not applied to the department to carry out the project.

11 (3)(a) The department may expend moneys from the account to 12 provide state funds for <u>capital</u> projects identified by applicants to 13 address incompatible development connected to Washington state 14 military installations. For purposes of this section, "incompatible 15 development" includes land development and military operations that 16 impact the economy, environment, or quality of life opportunities for 17 local communities.

(b) The department must evaluate and rank applications using 18 objective criteria such as a community cost-benefit analysis, must 19 consider recommendations from a citizens advisory commission 20 21 comprised of representatives of community stakeholders impacted by military installations or their operations, must hold public hearings 22 23 at least ninety days prior to any funding decision, and may consider the degree to which each project is compatible with the criteria 24 25 established in the United States department of defense's readiness 26 and environmental protection integration program.

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(c) Eligible <u>capital</u> projects may include:

(i) Acquisition of real property or real property interests toeliminate an existing incompatible use;

30 (ii) Projects to jointly assist in the recovery or protection of 31 endangered species dependent on military installation property for 32 habitat;

(iii) Projects ((or programs)) to increase the availability of housing affordable to enlisted military personnel and nonmilitary residents in the local community;

36 (iv) Projects to retrofit existing uses to increase their 37 compatibility with existing or future military operations;

38 (v) Projects to enable local communities heavily dependent on a 39 nearby military installation to diversify the local economy so as to 40 reduce the economic dependence on the military base; 1 (vi) Projects that aid communities to replace jobs lost in the 2 event of a reduction of the military presence; and

3 (vii) Projects that improve or enhance aspects of the local 4 economy, environment, or quality of life impacted by the presence of 5 military activities.

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(4) The department may adopt rules to implement this section.

7 Sec. 2. RCW 43.330.520 and 2021 c 332 s 7039 are each amended to 8 read as follows:

9 (1) The department must produce a biennial report identifying a 10 list of projects to address incompatible developments near military 11 installations.

12 (a) The list must include a description of each project, the 13 estimated cost of the project, the amount of recommended state 14 funding, and the amount of any federal or local funds documented to 15 be available to be used for the project.

16 (b) Projects on the list must be prioritized with consideration 17 given to:

(i) The recommendations of the recent United States department of
 defense base realignment and closure (BRAC) processes, joint land use
 studies, or other federally initiated land use processes; and

(ii) Whether a branch of the United States armed forces has identified the project as increasing the viability of military installations for current or future missions.

(c) The department may consult with the commanders of United States military installations in Washington to understand impacts and identify the viability of community identified projects to reduce incompatibility.

(2) The department must submit the report to appropriate committees of the house of representatives and the senate, including the joint committee on veterans' and military affairs and the house of representatives capital budget committee, by ((January)) <u>November</u> 1, ((2020)) <u>2022</u>, and every two years thereafter.

(3) For the 2021-2023 fiscal biennium, the department shall
develop the report in subsection (2) of this section by November 1,
2022, rather than by January 1, 2022.

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