SENATE BILL 6262

State of Washington 63rd Legislature 2014 Regular Session

By Senators Rolfes, Hargrove, Ranker, Frockt, Pedersen, Cleveland, Hasegawa, Billig, Kohl-Welles, Nelson, Fraser, McCoy, Kline, Keiser, Conway, and McAuliffe

Read first time 01/20/14. Referred to Committee on Energy, Environment & Telecommunications.

AN ACT Relating to enhancing the safety of the transportation of oil; amending RCW 88.16.035, 88.16.170, 88.16.190, 88.16.200, 90.56.010, 90.48.366, 90.48.367, 43.21B.110, and 43.21B.110; adding new sections to chapter 90.56 RCW; adding a new section to chapter 88.16 RCW; creating new sections; prescribing penalties; providing an effective date; and providing an expiration date.

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

1. legislature 8 NEW SECTION. Sec. The finds 9 transportation of crude oil and refined petroleum products by vessels 10 on Puget Sound, Grays Harbor, the Columbia river, and other waters of 11 the state pose a potential hazard to the natural resources and economic Measures to prevent spills from oil 12 vitality of the state. transportation vessels are critical to lowering risks to the state's 13 14 natural resources and economic base. Furthermore, as the location and 15 type of oil extracted in North America changes with the advent of new 16 technology, there are associated changes in the patterns and methods of 17 transporting crude oil and refined petroleum products. New risks of 18 spillage accompany those changes in the routes and methods of oil 19 transportation in the state and, according to the United States

p. 1 SB 6262

- department of transportation, the new types of oil being transported through the state may also be particularly flammable and dangerous. Recent accidents, such as the oil train explosions in North Dakota, New
- 4 Brunswick, and Quebec, as well as the frequent incidence of leaks and
- 5 spills from pipelines, railcars, and vessels carrying oil across the
- 6 nation, highlight the risks to human health and the environment caused
- 7 by the transportation of oil. It is therefore the intent and purpose
- 8 of this act to establish appropriate measures to reduce the risk of oil
- 9 spills from vessels, to encourage the adoption of spill prevention
- 10 measures by transporters of oil by vessel, to ensure that the public
- 11 has access to information about the movement of oil through the state,
- 12 and to ensure that communities are fully informed about any risks posed
- 13 to their safety by the transportation of oil.

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- 14 **Sec. 2.** RCW 88.16.035 and 2009 c 496 s 1 are each amended to read 15 as follows:
 - (1) The board of pilotage commissioners shall:
- (a) Adopt rules, pursuant to chapter 34.05 RCW, necessary for the enforcement and administration of this chapter, except for rules adopted after July 1, 2014, that implement RCW 88.16.190, 88.16.195, 88.16.200, and section 11 of this act, for which the department of ecology may adopt rules;
 - (b)(i) Issue training licenses and pilot licenses to pilot applicants meeting the qualifications provided for in RCW 88.16.090 and such additional qualifications as may be determined by the board;
 - (ii) Establish a comprehensive training program to assist in the training and evaluation of pilot applicants before final licensing; and
 - (iii) Establish additional training requirements, including a program of continuing education developed after consultation with pilot organizations, including those located within the state of Washington, as required to maintain a competent pilotage service;
 - (c) Maintain a register of pilots, records of pilot accidents, and other history pertinent to pilotage;
- 33 (d) Determine from time to time the number of pilots necessary to 34 be licensed in each district of the state to optimize the operation of 35 a safe, fully regulated, efficient, and competent pilotage service in 36 each district;

(e) Annually fix the pilotage tariffs for pilotage services provided under this chapter: PROVIDED, That the board may fix extra compensation for extra services to vessels in distress, for awaiting vessels, for all vessels in direct transit to or from a Canadian port where Puget Sound pilotage is required for a portion of the voyage, or for being carried to sea on vessels against the will of the pilot, and for such other services as may be determined by the board: PROVIDED FURTHER, That as an element of the Puget Sound pilotage district tariff, the board may consider pilot retirement plan expenses incurred in the prior year in either pilotage district. However, under no circumstances shall the state be obligated to fund or pay for any portion of retirement payments for pilots or retired pilots;

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(f) File annually with the governor and the chairs of the transportation committees of the senate and house of representatives a report which includes, but is not limited to, the following: number, names, ages, pilot license number, training license number, and years of service as a Washington licensed pilot of any person licensed by the board as a Washington state pilot or trainee; the names, employment, and other information of the members of the board; the total number of pilotage assignments by pilotage district, including information concerning the various types and sizes of vessels and the total annual tonnage; the annual earnings or stipends of individual pilots and trainees before and after deduction for expenses of pilot organizations, including extra compensation as a separate category; the annual expenses of private pilot associations, including personnel employed and capital expenditures; the status of pilotage tariffs, extra compensation, and travel; the retirement contributions paid to pilots and the disposition thereof; the number of groundings, marine occurrences, or other incidents which are reported to or investigated by the board, and which are determined to be accidents, as defined by the board, including the vessel name, location of incident, pilot's or trainee's name, and disposition of the case together with information received before the board acted from all persons concerned, including the United States coast guard; the names, qualifications, time scheduled for examinations, and the district of persons desiring to apply for Washington state pilotage licenses; summaries of dispatch records, quarterly reports from pilots, and the bylaws and operating rules of pilotage organizations; the names, sizes in deadweight tons,

p. 3 SB 6262

surcharges, if any, port of call, name of the pilot or trainee, and names and horsepower of tug boats for any and all oil tankers subject to the provisions of RCW 88.16.190 together with the names of any and all vessels for which the United States coast guard requires special handling pursuant to their authority under the Ports and Waterways Safety Act of 1972; the expenses of the board; and any and all other information which the board deems appropriate to include;

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- (g) Make available information that includes the pilotage act and other statutes of Washington state and the federal government that affect pilotage, including the rules of the board, together with such additional information as may be informative for pilots, agents, owners, operators, and masters;
- (h) Appoint advisory committees and employ marine experts as necessary to carry out its duties under this chapter;
- (i) Provide for the maintenance of efficient and competent pilotage service on all waters covered by this chapter; and do such other things as are reasonable, necessary, and expedient to insure proper and safe pilotage upon the waters covered by this chapter and facilitate the efficient administration of this chapter.
- (2) If the department of ecology adopts rules after July 1, 2014, pursuant to subsection (1)(a) of this section, any rules previously adopted by the board pursuant to subsection (1)(a) of this section that implement RCW 88.16.190, 88.16.195, and 88.16.200 are no longer in effect as of the date of the adoption of the rules by the department of ecology.
- 26 (3) The board may pay stipends to pilot trainees under subsection (1)(b) of this section.
- 28 **Sec. 3.** RCW 88.16.170 and 1991 c 200 s 601 are each amended to 29 read as follows:

Because of the danger of spills, the legislature finds that the transportation of crude oil and refined petroleum products by tankers on the Columbia river, <u>Grays Harbor</u>, and on Puget Sound and adjacent waters creates a great potential hazard to important natural resources of the state and to jobs and incomes dependent on these resources.

The legislature recognizes that the Columbia river has many natural obstacles to navigation and shifting navigation channels that create the risk of an oil spill. The legislature also recognizes <u>Grays Harbor</u>

and Puget Sound and adjacent waters are a relatively confined salt water environment with irregular shorelines and therefore there is a greater than usual likelihood of long-term damage from any large oil spill.

The legislature further recognizes that certain areas of the Columbia river, Grays Harbor, and Puget Sound and adjacent waters have limited space for maneuvering a large oil tanker and that these waters contain many natural navigational obstacles as well as a high density of commercial and pleasure boat traffic.

For these reasons, it is important that large oil tankers be piloted by highly skilled persons who are familiar with local waters and that such tankers have sufficient capability for rapid maneuvering responses.

It is therefore the intent and purpose of RCW 88.16.180 and 88.16.190 to decrease the likelihood of oil spills on the Columbia river, Grays Harbor, and on Puget Sound and its shorelines by requiring all oil tankers above a certain size to employ licensed pilots and to be escorted by a tug or tugs ((while navigating on certain areas of Puget Sound and adjacent waters)).

- 20 **Sec. 4.** RCW 88.16.190 and 1994 c 52 s 1 are each amended to read 21 as follows:
 - (1) ((Any oil tanker, whether enrolled or registered, of greater than one hundred and twenty-five thousand deadweight tons shall be prohibited from proceeding beyond a point east of a line extending from Discovery Island light south to New Dungeness light.
 - (2) An oil tanker, whether enrolled or registered, of forty to one hundred and twenty-five thousand deadweight tons may proceed beyond the points enumerated in subsection (1) if such tanker possesses all of the following standard safety features:
 - (a) Shaft horsepower in the ratio of one horsepower to each two and one half deadweight tons; and
 - (b) Twin screws; and

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- 33 (c) Double bottoms, underneath all oil and liquid cargo 34 compartments; and
- 35 (d) Two radars in working order and operating, one of which must be collision avoidance radar; and

p. 5 SB 6262

(e) Such other navigational position location systems as may be prescribed from time to time by the board of pilotage commissioners:

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PROVIDED, That, if such forty to one hundred and twenty-five 3 thousand deadweight ton tanker is in ballast or is under escort of a 4 5 tug or tugs with an aggregate shaft horsepower equivalent to five 6 percent of the deadweight tons of that tanker, subsection (2) of this 7 section shall not apply: PROVIDED FURTHER, That additional tug shaft horsepower equivalencies may be required under certain conditions as 8 established by rule and regulation of the Washington utilities and 9 transportation commission pursuant to chapter 34.05 RCW: PROVIDED 10 FURTHER, That)) Except as provided in subsection (2) of this section, 11 an oil tanker larger than five thousand gross tons may not enter any of 12 the following waters, to the extent that these waters are within the 13 territorial boundaries of Washington, unless the oil tanker is under 14 the escort of a tug or tugs in compliance with the requirements of 15 16 subsections (4) and (5) of this section:

- (a) East of a line extending from Discovery Island light south to New Dungeness light and all points in the Puget Sound area north and south of these lights, including but not limited to Haro Strait, Rosario Strait, the Strait of Georgia, Puget Sound, Hood Canal, and those portions of the Strait of Juan de Fuca east of the line between New Dungeness light and Discovery Island light;
- (b) Within a two mile radius of the Grays Harbor pilotage district as defined by RCW 88.16.050;
 - (c) Within three miles of Cape Disappointment at the mouth of the Columbia river; or
 - (d) Any inland portion of the Columbia river.
- 28 <u>(2)(a) If an oil tanker is in ballast, the requirements of</u> 29 subsection (1) of this section do not apply.
- 30 (b) If an oil tanker is a single-hulled oil tanker over five 31 thousand gross tons, the requirements of subsection (1) of this section 32 do not apply and the oil tanker must instead comply with 33 C.F.R. Part 33 168, as of the effective date of this section.
- 34 (3) If an oil tanker is larger than one hundred twenty five 35 thousand deadweight tons, it is prohibited from proceeding into the 36 waters listed in subsection (1)(a) of this section as provided in 33 37 C.F.R. Part 165, as of the effective date of this section.

- (4) Escort tugs must have an aggregate shaft horsepower equivalent to at least five percent of the deadweight tons of the escorted oil tanker. The department of ecology may adopt rules to require that escort tugs possess specified navigational capabilities, including the performance of tug power and steering systems.
- (5) The department of ecology may adopt rules that require the escort of more than one tug, require an oil tanker to be tethered to the escort tug or tugs, or require other safeguards related to tanker escorts in order for an oil tanker covered by subsection (1) of this section to be allowed to enter the areas listed in subsection (1)(a), (b), (c), or (d) of this section. However, if an oil tanker is equipped with fully redundant systems, the department of ecology may not:
 - (a) Require escort by more than one tug;
 - (b) Require the oil tanker to be tethered to the escort tug; and
- 16 (c) Subject the oil tanker to any requirements adopted by rule
 17 under this subsection (5).
 - (6) A tanker assigned a ((deadweight)) weight of less than ((forty)) five thousand ((deadweight)) gross tons at the time of construction or reconstruction as reported in Lloyd's Register of Ships is not subject to the provisions of RCW 88.16.170 through 88.16.190.
- 22 (7) For the purposes of this section, "redundant systems" includes, 23 at minimum, all of the following features:
 - (a) A double hull;

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- (b) Two independent propellers each with a dedicated engine or motor, propulsion system, electrical system, fuel system, lube oil system, and any other system required to provide an independent means of propulsion;
- 29 <u>(c) Two independent rudders, each with separate steering systems;</u>
 30 and
- 31 (d) The arrangement of the propulsion and steering systems in (b) 32 and (c) of this subsection such that a fire or flood in one space will 33 not affect the equivalent system in the other space or spaces.
- 34 **Sec. 5.** RCW 88.16.200 and 2008 c 128 s 14 are each amended to read as follows:
- 36 Any vessel designed for the purpose of carrying as its cargo

p. 7 SB 6262

- 1 liquefied natural or liquefied petroleum gas shall adhere to the
- 2 provisions of RCW 88.16.190 $((\frac{2}{2}))$ as though it were an oil tanker.

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- NEW SECTION. **Sec. 6.** A new section is added to chapter 90.56 RCW to read as follows:
 - The department shall make available on its web site a quarterly report on the maritime and terrestrial transportation of oil in Washington. The report must include information including, but not limited to, the following sources:
- 9 (1) Information submitted to the department pursuant to section 7 10 of this act;
 - (2) Advanced notices of transfer and other information provided to the department pursuant to RCW 88.46.165, including aggregated information on the quantities and types of oil being transferred, the models of railcars from which the oil was transferred, the frequency and duration of oil transfers, and the locations of product transfers;
 - (3) Reported information on spills, accidents, discharges, or other prohibited occurrences submitted to the department pursuant to RCW 90.56.050(1), 90.56.280, or 88.46.100; and
- 19 (4) Relevant information about the volume and type of oil 20 transported through Washington that is collected by federal agencies 21 including the United States department of transportation, United States 22 coast guard, United States department of energy, and United States army 23 corps of engineers.
- NEW SECTION. Sec. 7. A new section is added to chapter 90.56 RCW to read as follows:
- 26 (1) The owner or operator for each facility other than a 27 transmission pipeline shall submit to the department the following 28 information:
- 29 (a) The number of tank vessels and the number and model of railcars 30 that transferred or delivered oil at the facility each week;
 - (b) The volume and type of oil that arrived at and departed from the facility each week, including the volume and type of oil:
- 33 (i) By mode of arrival at the facility, including but not limited 34 to arrival by vessel, rail, pipeline, or motor vehicle;
- 35 (ii) By mode of departure from the facility, including but not 36 limited to departure by vessel, rail, pipeline, or motor vehicle;

1 (iii) The route taken by any oil that arrived at the facility by 2 railcar.

- (2) Beginning November 1, 2014, the owner or operator of each facility must submit the information required pursuant to subsection (1) of this section by February 1st, May 1st, August 1st, and November 1st of each year and each quarterly submission must include the information in subsection (1) of this section for each week of the quarter covered by the submission. The department may develop a reporting form and guidance for the submission of the information in subsection (1) of this section by facility owners or operators. To the extent feasible, the department must integrate the reporting form with other forms used by facilities to submit information to the department, including forms used to submit the information required by RCW 88.46.165.
 - (3) Prior to making any confidential information submitted pursuant to this section available on its web site, the department must aggregate the submitted information to the extent necessary to ensure confidentiality if public disclosure of the specific information or data would result in an unfair competitive disadvantage to the owner or operator submitting the information.
- **Sec. 8.** RCW 90.56.010 and 2007 c 347 s 6 are each amended to read 22 as follows:
- 23 The definitions in this section apply throughout this chapter 24 unless the context clearly requires otherwise.
 - (1) "Best achievable protection" means the highest level of protection that can be achieved through the use of the best achievable technology and those staffing levels, training procedures, and operational methods that provide the greatest degree of protection achievable. The director's determination of best achievable protection shall be guided by the critical need to protect the state's natural resources and waters, while considering (a) the additional protection provided by the measures; (b) the technological achievability of the measures; and (c) the cost of the measures.
 - (2) "Best achievable technology" means the technology that provides the greatest degree of protection taking into consideration (a) processes that are being developed, or could feasibly be developed, given overall reasonable expenditures on research and development, and

p. 9 SB 6262

- (b) processes that are currently in use. In determining what is best achievable technology, the director shall consider the effectiveness, engineering feasibility, and commercial availability of the technology.
 - (3) "Board" means the pollution control hearings board.

- (4) "Cargo vessel" means a self-propelled ship in commerce, other than a tank vessel or a passenger vessel, three hundred or more gross tons, including but not limited to, commercial fish processing vessels and freighters.
- (5) "Bulk" means material that is stored or transported in a loose, unpackaged liquid, powder, or granular form capable of being conveyed by a pipe, bucket, chute, or belt system.
- 12 (6) "Committee" means the preassessment screening committee 13 established under RCW 90.48.368.
- 14 (7) "Covered vessel" means a tank vessel, cargo vessel, or 15 passenger vessel.
 - (8) "Department" means the department of ecology.
 - (9) "Director" means the director of the department of ecology.
- 18 (10) "Discharge" means any spilling, leaking, pumping, pouring, 19 emitting, emptying, or dumping.
 - (11)(a) "Facility" means any structure, group of structures, equipment, pipeline, or device, other than a vessel, located on or near the navigable waters of the state that transfers oil in bulk to or from a tank vessel or pipeline, that is used for producing, storing, handling, transferring, processing, or transporting oil in bulk.
 - (b) A facility does not include any: (i) Railroad car, motor vehicle, or other rolling stock while transporting oil over the highways or rail lines of this state; (ii) underground storage tank regulated by the department or a local government under chapter 90.76 RCW; (iii) motor vehicle motor fuel outlet; (iv) facility that is operated as part of an exempt agricultural activity as provided in RCW 82.04.330; or (v) marine fuel outlet that does not dispense more than three thousand gallons of fuel to a ship that is not a covered vessel, in a single transaction.
- 34 (12) "Fund" means the state coastal protection fund as provided in RCW 90.48.390 and 90.48.400.
- 36 (13) "Having control over oil" shall include but not be limited to 37 any person using, storing, or transporting oil immediately prior to

entry of such oil into the waters of the state, and shall specifically include carriers and bailees of such oil.

- (14) "Marine facility" means any facility used for tank vessel wharfage or anchorage, including any equipment used for the purpose of handling or transferring oil in bulk to or from a tank vessel.
- (15) "Navigable waters of the state" means those waters of the state, and their adjoining shorelines, that are subject to the ebb and flow of the tide and/or are presently used, have been used in the past, or may be susceptible for use to transport intrastate, interstate, or foreign commerce.
- (16) "Necessary expenses" means the expenses incurred by the department and assisting state agencies for (a) investigating the source of the discharge; (b) investigating the extent of the environmental damage caused by the discharge; (c) conducting actions necessary to clean up the discharge; (d) conducting predamage and damage assessment studies; and (e) enforcing the provisions of this chapter and collecting for damages caused by a discharge.
- (17) "Oil" or "oils" means oil of any kind that is liquid at atmospheric temperature and any fractionation thereof, including, but not limited to, crude oil, petroleum, gasoline, fuel oil, diesel oil, biological oils and blends, oil sludge, oil refuse, and oil mixed with wastes other than dredged spoil. Oil does not include any substance listed in Table 302.4 of 40 C.F.R. Part 302 adopted August 14, 1989, under section 101(14) of the federal comprehensive environmental response, compensation, and liability act of 1980, as amended by P.L. 99-499.
- (18) "Offshore facility" means any facility located in, on, or under any of the navigable waters of the state, but does not include a facility any part of which is located in, on, or under any land of the state, other than submerged land.
- (19) "Onshore facility" means any facility any part of which is located in, on, or under any land of the state, other than submerged land, that because of its location, could reasonably be expected to cause substantial harm to the environment by discharging oil into or on the navigable waters of the state or the adjoining shorelines.
- (20)(a) "Owner or operator" means (i) in the case of a vessel, any person owning, operating, or chartering by demise, the vessel; (ii) in the case of an onshore or offshore facility, any person owning or

p. 11 SB 6262

operating the facility; and (iii) in the case of an abandoned vessel or onshore or offshore facility, the person who owned or operated the vessel or facility immediately before its abandonment.

- (b) "Operator" does not include any person who owns the land underlying a facility if the person is not involved in the operations of the facility.
- (21) "Passenger vessel" means a ship of three hundred or more gross tons with a fuel capacity of at least six thousand gallons carrying passengers for compensation.
- 10 (22) "Person" means any political subdivision, government agency, 11 municipality, industry, public or private corporation, copartnership, 12 association, firm, individual, or any other entity whatsoever.
- 13 (23) "Ship" means any boat, ship, vessel, barge, or other floating 14 craft of any kind.
- 15 (24) "Spill" means an unauthorized discharge of oil or hazardous 16 substances into the waters of the state.
 - (25) "Tank vessel" means a ship that is constructed or adapted to carry, or that carries, oil in bulk as cargo or cargo residue, and that:
 - (a) Operates on the waters of the state; or
- 21 (b) Transfers oil in a port or place subject to the jurisdiction of this state.
 - (26) "Waters of the state" includes lakes, rivers, ponds, streams, inland waters, underground water, salt waters, estuaries, tidal flats, beaches and lands adjoining the seacoast of the state, sewers, and all other surface waters and watercourses within the jurisdiction of the state of Washington.
 - (27) "Worst case spill" means: (a) In the case of a vessel, a spill of the entire cargo and fuel of the vessel complicated by adverse weather conditions; and (b) in the case of an onshore or offshore facility, the largest foreseeable spill in adverse weather conditions.
 - (28) "Transmission pipeline" means an interstate or intrastate pipeline subject to regulation by the United States department of transportation under Part 195 of Title 49 of the code of federal regulations in effect as of January 1, 2014, through which oil moves in transportation, including line pipes, valves, and other appurtenances connected to line pipes, pumping units, and fabricated assemblies

38 <u>associated with pumping units.</u>

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- 1 (29) "Type of oil" means crude oil or refined petroleum products
 2 including gasoline, diesel, jet fuel, blending components, and other
 3 petroleum products.
 - Sec. 9. RCW 90.48.366 and 2011 c 122 s 9 are each amended to read as follows:

- (1) The department, in consultation with the departments of fish and wildlife and natural resources, and the parks and recreation commission, shall adopt rules establishing a compensation schedule for the discharge of oil in violation of this chapter and chapter 90.56 RCW. The amount of compensation assessed under this schedule shall be:
- (a) For spills totaling one thousand gallons or more in any one event other than spills involving a barge tank vessel towed by a tug if the department determines that the owner or operator acted recklessly or negligently in an area listed in RCW 88.16.190(1) (a),(b),(c), or (d), no less than three dollars per gallon of oil spilled and no greater than three hundred dollars per gallon of oil spilled; ((and))
- (b) For spills totaling less than one thousand gallons in any one event other than spills involving a barge tank vessel towed by a tug if the department determines that the owner or operator acted recklessly or negligently in an area listed in RCW 88.16.190(1) (a),(b),(c), or (d), no less than one dollar per gallon of oil spilled and no greater than one hundred dollars per gallon of oil spilled;
- (c) For spills totaling one thousand gallons or more in any one event involving a barge tank vessel towed by a tug where the department determines that the owner or operator of the barge tank vessel or tug acted recklessly or negligently in an area listed in RCW 88.16.190(1) (a),(b),(c), or (d), no less than nine dollars per gallon of oil spilled and no greater than nine hundred dollars per gallon of oil spilled; and
- (d) For spills totaling less than one thousand gallons in any one event involving a barge tank vessel towed by a tug where the department determines that the owner or operator of the barge tank vessel or tug acted recklessly or negligently in an area listed in RCW 88.16.190(1) (a),(b),(c), or (d), no less than three dollars per gallon of oil spilled and no greater than three hundred dollars per gallon of oil spilled.

p. 13 SB 6262

- (2) The department may not determine that the owner or operator of a barge tank vessel operated recklessly or negligently if there were at least two qualified individuals in the control bridge of the tug for the duration of the voyage as recorded in the ship's log, one of whom was assigned to serve exclusively as lookout.
- (3) Persistent oil recovered from the surface of the water within forty-eight hours of a discharge must be deducted from the total spill volume for purposes of determining the amount of compensation assessed under the compensation schedule.
- $((\frac{3}{2}))$ (4) The compensation schedule adopted under this section shall reflect adequate compensation for unquantifiable damages or for damages not quantifiable at reasonable cost for any adverse environmental, recreational, aesthetic, or other effects caused by the spill and shall take into account:
- 15 (a) Characteristics of any oil spilled, such as toxicity, 16 dispersibility, solubility, and persistence, that may affect the 17 severity of the effects on the receiving environment, living organisms, 18 and recreational and aesthetic resources;
- 19 (b) The sensitivity of the affected area as determined by such 20 factors as:
 - (i) The location of the spill;

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- (ii) Habitat and living resource sensitivity;
 - (iii) Seasonal distribution or sensitivity of living resources;
 - (iv) Areas of recreational use or aesthetic importance;
- (v) The proximity of the spill to important habitats for birds, aquatic mammals, fish, or to species listed as threatened or endangered under state or federal law;
- (vi) Significant archaeological resources as determined by the department of archaeology and historic preservation; and
- (vii) Other areas of special ecological or recreational importance,as determined by the department; and
- 32 (c) Actions taken by the party who spilled oil or any party liable 33 for the spill that:
- 34 (i) Demonstrate a recognition and affirmative acceptance of 35 responsibility for the spill, such as the immediate removal of oil and 36 the amount of oil removed from the environment; or
- 37 (ii) Enhance or impede the detection of the spill, the

- 1 determination of the quantity of oil spilled, or the extent of damage,
- 2 including the unauthorized removal of evidence such as injured fish or
- 3 wildlife.

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- 4 <u>(5) The definitions in this subsection apply throughout this</u> 5 section unless the context clearly requires otherwise.
 - (a) "Barge" means a vessel that is not self-propelled.
- 7 (b) "Tank vessel" means a tank vessel as defined by RCW 90.56.010.
- 8 **Sec. 10.** RCW 90.48.367 and 1991 c 200 s 813 are each amended to 9 read as follows:
 - (1) After a spill or other incident causing damages to the natural resources of the state, the department shall conduct a formal preassessment screening as provided in RCW 90.48.368.
 - (2) The department shall use the compensation schedule established under RCW 90.48.366 to determine the amount of damages if the preassessment screening committee determines that: (a) Restoration or enhancement of the injured resources is not technically feasible; (b) damages are not quantifiable at a reasonable cost; and (c) the restoration and enhancement projects or studies proposed by the liable parties are insufficient to adequately compensate the people of the state for damages.
 - (3)(a) If the preassessment screening committee determines that the compensation schedule should not be used((7)):
 - (i) Compensation shall be assessed for the amount of money necessary to restore any damaged resource to its condition before the injury, to the extent technically feasible, and compensate for the lost value incurred during the period between injury and restoration;
 - (ii) For spills totaling one thousand gallons or more in any one event involving a barge tank vessel towed by a tug that the department determines acted recklessly or negligently in an area listed in RCW 88.16.190(1) (a), (b),(c), or (d), compensation must be assessed up to three times the amount of money:
- 32 (A) Necessary to restore any damaged resource to its condition 33 before the injury, to the extent technically feasible; and
- 34 <u>(B) To compensate for the lost value incurred during the period</u> 35 between injury and restoration.
- 36 (b) The department may not determine that the owner or operator of
 37 a barge tank vessel operated recklessly or negligently if there were at

p. 15 SB 6262

least two qualified individuals in the control bridge of the tug for the duration of the voyage as recorded in the ship's log, one of whom was assigned to serve exclusively as lookout.

- (4) Restoration shall include the cost to restock such waters, replenish or replace such resources, and otherwise restore the stream, lake, or other waters of the state, including any estuary, ocean area, submerged lands, shoreline, bank, or other lands adjoining such waters to its condition before the injury, as such condition is determined by the department. The lost value of a damaged resource shall be equal to the sum of consumptive, nonconsumptive, and indirect use values, as well as lost taxation, leasing, and licensing revenues. Indirect use values may include existence, bequest, option, and aesthetic values. Damages shall be determined by generally accepted and cost-effective procedures, including, but not limited to, contingent valuation method studies.
- (5) Compensation assessed under this section shall be recoverable in an action brought by the attorney general on behalf of the people of the state of Washington and affected counties and cities in the superior court of Thurston county or any county in which damages occurred. Moneys recovered by the attorney general under this section shall be deposited in the coastal protection fund established under RCW 90.48.390, and shall only be used for the purposes stated in RCW 90.48.400.
- 24 (6) Compensation assessed under this section shall preclude claims 25 under this chapter by local governments for compensation for damages to 26 publicly owned resources resulting from the same incident.

NEW SECTION. Sec. 11. A new section is added to chapter 88.16 RCW to read as follows:

The department of ecology may issue a penalty of up to ten thousand dollars a day for each violation of RCW 88.16.190 or 88.16.200. Each violation is a separate and distinct offense, and in case of a continuing violation, every day's continuance is a separate and distinct violation. Every act of commission or omission which procures, aids, or abets in the violation is considered a violation and subject to the penalty. The penalty amount must be set in consideration of the previous history of the violator and the severity of the violation's impact on public health, the environment, or both,

- 1 in addition to other relevant factors. Penalties under this section
- 2 shall be imposed pursuant to the procedures set forth in RCW
- 3 43.21B.300.

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- NEW SECTION. Sec. 12. (1) The office of financial management 4 5 shall work with all relevant state agencies to conduct a study 6 regarding the state's preparedness and capacity to respond to accidents 7 involving railcars transporting oil. In conducting this study, the office of financial management shall consider the potential near-term 8 9 increase in the volume of oil being transported via rail through 10 Washington as a result of proposed new or expanded oil refining and 11 storage facilities. The office of financial management shall seek the 12 input of relevant stakeholders in carrying out this study.
 - (2) The study required under subsection (1) of this section must:
- 14 (a) Examine the current and projected prevalence of oil transportation by railcar through Washington communities;
 - (b) Make a preliminary identification of the communities at the greatest risk of an accident involving oil transportation by railcar;
 - (c) Examine, generally, the extent to which state and local emergency plans address this threat;
 - (d) Determine whether adequate resources are available to respond to such an accident in a timely and effective manner; and
- (e) Address the potential impacts to transportation networks and other critical infrastructure from an accident involving oil transported by railcar.
- 25 (3) The office of financial management shall report its findings 26 from the study to the appropriate committees of the legislature by 27 October 15, 2014.
- 28 **Sec. 13.** RCW 43.21B.110 and 2013 c 291 s 33 are each amended to 29 read as follows:
- (1) The hearings board shall only have jurisdiction to hear and decide appeals from the following decisions of the department, the director, local conservation districts, the air pollution control boards or authorities as established pursuant to chapter 70.94 RCW, local health departments, the department of natural resources, the department of fish and wildlife, the parks and recreation commission,

and authorized public entities described in chapter 79.100 RCW:

p. 17 SB 6262

- 1 (a) Civil penalties imposed pursuant to RCW 18.104.155, 70.94.431,
- 2 70.105.080, 70.107.050, 76.09.170, 77.55.291, 78.44.250, <u>section 11 of</u>
- 3 this act, 88.46.090, 90.03.600, 90.46.270, 90.48.144, 90.56.310,
- 4 90.56.330, and 90.64.102.

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- 5 (b) Orders issued pursuant to RCW 18.104.043, 18.104.060,
- 6 43.27A.190, 70.94.211, 70.94.332, 70.105.095, 86.16.020, 88.46.070,
- 7 90.14.130, 90.46.250, 90.48.120, and 90.56.330.
- 8 (c) A final decision by the department or director made under 9 chapter 183, Laws of 2009.
- 10 (d) Except as provided in RCW 90.03.210(2), the issuance, modification, or termination of any permit, certificate, or license by 11 12 the department or any air authority in the exercise of its 13 jurisdiction, including the issuance or termination of a waste disposal 14 permit, the denial of an application for a waste disposal permit, the modification of the conditions or the terms of a waste disposal permit, 15 or a decision to approve or deny an application for a solid waste 16 17 permit exemption under RCW 70.95.300.
 - (e) Decisions of local health departments regarding the grant or denial of solid waste permits pursuant to chapter 70.95 RCW.
 - (f) Decisions of local health departments regarding the issuance and enforcement of permits to use or dispose of biosolids under RCW 70.95 ± 0.080 .
 - (g) Decisions of the department regarding waste-derived fertilizer or micronutrient fertilizer under RCW 15.54.820, and decisions of the department regarding waste-derived soil amendments under RCW 70.95.205.
 - (h) Decisions of local conservation districts related to the denial of approval or denial of certification of a dairy nutrient management plan; conditions contained in a plan; application of any dairy nutrient management practices, standards, methods, and technologies to a particular dairy farm; and failure to adhere to the plan review and approval timelines in RCW 90.64.026.
 - (i) Any other decision by the department or an air authority which pursuant to law must be decided as an adjudicative proceeding under chapter 34.05 RCW.
 - (j) Decisions of the department of natural resources, the department of fish and wildlife, and the department that are reviewable under chapter 76.09 RCW, and the department of natural resources' appeals of county, city, or town objections under RCW 76.09.050(7).

- 1 (k) Forest health hazard orders issued by the commissioner of public lands under RCW 76.06.180.
- 3 (1) Decisions of the department of fish and wildlife to issue, 4 deny, condition, or modify a hydraulic project approval permit under 5 chapter 77.55 RCW.
- 6 (m) Decisions of the department of natural resources that are reviewable under RCW 78.44.270.
- 8 (n) Decisions of an authorized public entity under RCW 79.100.010 9 to take temporary possession or custody of a vessel or to contest the 10 amount of reimbursement owed that are reviewable by the hearings board 11 under RCW 79.100.120.
- 12 (2) The following hearings shall not be conducted by the hearings 13 board:
- 14 (a) Hearings required by law to be conducted by the shorelines 15 hearings board pursuant to chapter 90.58 RCW.
- 16 (b) Hearings conducted by the department pursuant to RCW 70.94.332, 70.94.390, 70.94.395, 70.94.400, 70.94.405, 70.94.410, and 90.44.180.
- 18 (c) Appeals of decisions by the department under RCW 90.03.110 and 90.44.220.
- 20 (d) Hearings conducted by the department to adopt, modify, or 21 repeal rules.
- 22 (3) Review of rules and regulations adopted by the hearings board 23 shall be subject to review in accordance with the provisions of the 24 administrative procedure act, chapter 34.05 RCW.
- 25 **Sec. 14.** RCW 43.21B.110 and 2013 c 291 s 34 are each amended to 26 read as follows:
- (1) The hearings board shall only have jurisdiction to hear and decide appeals from the following decisions of the department, the director, local conservation districts, the air pollution control boards or authorities as established pursuant to chapter 70.94 RCW, local health departments, the department of natural resources, the department of fish and wildlife, the parks and recreation commission, and authorized public entities described in chapter 79.100 RCW:
- 34 (a) Civil penalties imposed pursuant to RCW 18.104.155, 70.94.431, 70.105.080, 70.107.050, 76.09.170, 77.55.291, 78.44.250, section 11 of this act, 88.46.090, 90.03.600, 90.46.270, 90.48.144, 90.56.310,

37 90.56.330, and 90.64.102.

p. 19 SB 6262

1 (b) Orders issued pursuant to RCW 18.104.043, 18.104.060, 2 43.27A.190, 70.94.211, 70.94.332, 70.105.095, 86.16.020, 88.46.070, 3 90.14.130, 90.46.250, 90.48.120, and 90.56.330.

- (c) Except as provided in RCW 90.03.210(2), the issuance, modification, or termination of any permit, certificate, or license by the department or any air authority in the exercise of its jurisdiction, including the issuance or termination of a waste disposal permit, the denial of an application for a waste disposal permit, the modification of the conditions or the terms of a waste disposal permit, or a decision to approve or deny an application for a solid waste permit exemption under RCW 70.95.300.
- (d) Decisions of local health departments regarding the grant or denial of solid waste permits pursuant to chapter 70.95 RCW.
- (e) Decisions of local health departments regarding the issuance and enforcement of permits to use or dispose of biosolids under RCW 70.95J.080.
- (f) Decisions of the department regarding waste-derived fertilizer or micronutrient fertilizer under RCW 15.54.820, and decisions of the department regarding waste-derived soil amendments under RCW 70.95.205.
- (g) Decisions of local conservation districts related to the denial of approval or denial of certification of a dairy nutrient management plan; conditions contained in a plan; application of any dairy nutrient management practices, standards, methods, and technologies to a particular dairy farm; and failure to adhere to the plan review and approval timelines in RCW 90.64.026.
- (h) Any other decision by the department or an air authority which pursuant to law must be decided as an adjudicative proceeding under chapter 34.05 RCW.
- (i) Decisions of the department of natural resources, the department of fish and wildlife, and the department that are reviewable under chapter 76.09 RCW, and the department of natural resources' appeals of county, city, or town objections under RCW 76.09.050(7).
- (j) Forest health hazard orders issued by the commissioner of public lands under RCW 76.06.180.
- 35 (k) Decisions of the department of fish and wildlife to issue, 36 deny, condition, or modify a hydraulic project approval permit under 37 chapter 77.55 RCW.

1 (1) Decisions of the department of natural resources that are reviewable under RCW 78.44.270.

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- (m) Decisions of an authorized public entity under RCW 79.100.010 to take temporary possession or custody of a vessel or to contest the amount of reimbursement owed that are reviewable by the hearings board under RCW 79.100.120.
- 7 (2) The following hearings shall not be conducted by the hearings 8 board:
- 9 (a) Hearings required by law to be conducted by the shorelines 10 hearings board pursuant to chapter 90.58 RCW.
- 11 (b) Hearings conducted by the department pursuant to RCW 70.94.332, 70.94.390, 70.94.395, 70.94.400, 70.94.405, 70.94.410, and 90.44.180.
- 13 (c) Appeals of decisions by the department under RCW 90.03.110 and 90.44.220.
- 15 (d) Hearings conducted by the department to adopt, modify, or 16 repeal rules.
- 17 (3) Review of rules and regulations adopted by the hearings board 18 shall be subject to review in accordance with the provisions of the 19 administrative procedure act, chapter 34.05 RCW.
- NEW SECTION. Sec. 15. Section 13 of this act expires June 30, 21 2019.
- NEW SECTION. Sec. 16. Section 14 of this act takes effect June 30, 2019.
- NEW SECTION. Sec. 17. The department of ecology shall work with the United States coast guard to urge that, with respect to the shared inland marine waters of Puget Sound and coastal approaches to the Puget Sound, the appropriate provincial and national regulatory entities in Canada require comparable oil transportation safety standards to that required under this act.
- 30 <u>NEW SECTION.</u> **Sec. 18.** This act may be known and cited as the oil transportation safety act.
- 32 <u>NEW SECTION.</u> **Sec. 19.** If any provision of this act or its

p. 21 SB 6262

- 1 application to any person or circumstance is held invalid, the
- 2 remainder of the act or the application of the provision to other
- 3 persons or circumstances is not affected.

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