

Skagit County - Government Relations Report April 3, 2021

Only 22 days remain in the 2021 legislative session, and yet another legislative deadline has come and gone – bills needed to have been approved by their respective fiscal committee in the opposite chamber by Friday, April 2, to remain under consideration.

Once bills advance out of policy and fiscal committees, they are referred to the Rules Committee in their respective chambers. Bills remain in the Rules Committee until they are selected to be brought up for a vote of the entire chamber of the House of Representatives or Senate. Additionally, there are several bills that are *Necessary to Implement the Budget (NTIB)* and are not subject to cutoff deadlines.

In the remaining days of the legislative session, the Legislature will focus on reconciling differences between each chamber's budget proposals, and differences between bills that passed each chamber with differing amendments. If both chambers have approved identical versions of a bill, the bill will be delivered to the Governor's Office to be signed into law. Bills needed to be agreed upon by both chambers by April 11, to remain under consideration. The legislative session is scheduled to conclude (sine die) on April 25.

	Session Cutoff Calendar		
February 15, 2021 February 22, 2021 March 9, 2021 March 26, 2021 April 2, 2021 April 11, 2021 April 25, 2021	Policy Committee Deadline Fiscal Committee Deadline Chamber-of-Origin Deadline Opposite Chamber Policy Committee Deadline Opposite Chamber Fiscal Committee Deadline Opposite Chamber Deadline Session adjourns - Sine Die		

Budget Proposals

The State House of Representatives and the State Senate have each released and passed their respective budget proposals for 2021-2023 operating, capital, and transportation budgets.

The House and Senate will now begin negotiating with one another to reconcile differences and develop final operating, capital and transportation budgets. Generally, if funding is included in both budgets, it is highly likely that it will be included in the final budget that is negotiated and agreed to by both chambers. If funding is included in one chamber's budget proposal, but not the other, it's less certain. In that case, whether funding will be included in the final budget will be determined through budget negotiations in the coming weeks. Much of the final budget negotiations occur behind closed doors, with relatively little public process and are often challenging to influence.



Legislative Priorities

Skagit County Morgue

Skagit County is requesting \$135,000 in the capital budget for the construction of a new county morgue. This project would greatly increase caseload capacity for the County and provides regional benefit, including increased capacity for soft-tissue donation. Sen. Keith Wagoner (R- Sedro-Woolley) is sponsoring this request in the Senate and Rep. Dave Paul (D- Oak Harbor) is sponsoring the bill in the House. As previously reported, both the House and Senate proposed capital budgets fully funded the Morgue! The House provided slightly more for the project, \$139,000, while the Senate provided the requested \$135,000. We will not need to do anything to ensure this project is included in the final capital budget.

Didgwálič Wellness Center

Skagit County is a strong advocate for statewide and regional investments in behavioral health. The County supports the Swinomish Tribe's request for \$9 million in capital budget funding to expanding the existing didgwálič Wellness Center. The request is part of Phase III of the Wellness Center, which includes the addition of detox, emergency housing, transitional and workforce housing components. As we reported last week, both the House and Senate proposed budgets provide a significant amount of funding for the project: \$4.5 million in the House proposed capital budget and \$3.295 million in the Senate proposed capital budget.

Re-Appropriate Funds for Sedro-Woolley E&T

Skagit County received \$1.5 million in the 2017-19 biennium and \$6.6 million in the 2019-2021 biennium in funding for the Skagit County Evaluation and Treatment Center and, due to COVID-19 delays, has requested re-appropriation of these funds. The House and Senate capital budgets both re-appropriate both E&T allocations. We have confirmed this with capital budget staff.

Levy Certification Timing

Skagit County is putting forward House Bill 1309, which would better align the dates by which the County must certify property tax levies and budget adoption. Currently, the County must certify property tax levies for all taxing districts before adopting the budget, making compliance impossible. Rep. Carolyn Eslick (R- Sultan) is sponsoring the proposal with Rep. Ramel (D- Bellingham) cosponsoring. The Association of County Assessors have adopted this bill as one of their top priorities for the session and will be strongly supporting the bill. The bill passed out of the House unanimously and this week, the bill passed the Senate unanimously on Saturday, April 3rd! There were no amendments so the bill will not return to the House for concurrence; instead, it will be sent straight to the Governor's desk for signature. This bill received **no** votes in opposition throughout the entire legislative process.

Other Items

REET 2 Flexibility

Skagit County requests that the Legislature allows temporary authority for jurisdictions to use REET 2 revenue for affordable housing operations and maintenance. This provision is included in House Bill 1069, sponsored by House Local Government Chair Rep. Gerry Pollet (D- Seattle). The bill has been amended to include limitations on the REET 2 flexibility provisions, only allowing either \$100,000 or



35% percent of REET 2 funds, whatever is greater, to be used for operations and maintenance on existing capital projects. The bill continues to wait in the Rules committee to be pulled to the floor. It will need to advance off the Senate floor by April 11th to continue to be considered.

COVID Relief and Recovery

The COVID-19 pandemic has significantly impacted local governments and the communities they serve. Funding provided to counties for COVID-19 response is used for essential programs, including local public health, emergency rental assistance, emergency homelessness assistance, and small business economic relief. Skagit County requests that the Legislature continue to provide sufficient funding to maintain COVID-19 response and other essential county functions.

Public Health Restructure Proposal

Democrats are advancing the Governor-request public health restructuring bill: legislative vehicle House Bill 1152, sponsored by Rep. Marcus Riccelli (D- Spokane) and sponsored in the Senate by Sen. June Robinson (D- Everett). House Bill 1152 was introduced as Governor-request legislation establishing regionalized, state-administrated comprehensive public health districts. The underlying bill eliminated local public health jurisdictions and gave the state oversight over the newly formed regional comprehensive public health districts. The bill has been amended significantly to mitigate stakeholder concerns. The current version of the bill makes high-level structural changes, including establishing four regional comprehensive public health district centers to coordinate and deliver shared services, creating the Foundational Public Health Services Steering Committee to guide FPHS policy direction and implementation, and establishing the Public Health Advisory Board to monitor and evaluate the public health system. However, there are minimal changes to the function, decision-making ability, and authority of local boards of health.

Local board of health composition requirements continue to be worked on by WSAC, WSALPHO, and bill proponents. In the Senate policy committee, the bill was amended to replace the population-based exemption with an exemption for Counties with advisory committees established prior to January 1st, 2021. has requested a grace period during which any county without an advisory board may choose to establish an advisory board rather than changing their local boards of health. So far, bill sponsors have not been amenable to this change. Additionally, WSALPHO is still advocating for a variety of minor changes, including removing the 65 percent funding allocation to shared services to provide more flexibility.

The bill was heard in the Senate Ways and Means Committee this Wednesday, March 31st. At the hearing, Chair Rolfes expressed her dislike of the bill and suggested implementing a pilot program in Spokane County only. This has not been a possible path forward to date, as bill proponents have opposed limiting the scope to a single county. The bill moved out of the Ways and Means committee without substantive changes. Many counties continue to oppose this proposal; it is unclear if this opposition will stall the progression or significantly change the bill on the floor.

Funding Proposals

As previously reported, both the House and Senate proposed operating budgets provide additional investment in Foundational Public Health Services, fully covering the cost of implementing this bill. The House provides one-time funding totaling \$100 million, while the Senate provides an ongoing \$150 million for foundational public health services. The Senate proposal gradually increases: \$50 million in 2022, \$100 million in 2023, and \$150 per year in 2024 and 2025, funded out of the general



fund. WSALPHO is advocating for the Senate proposal to be included in the final budget, as the funding level is significantly greater and is ongoing.

GTHGA is monitoring the following priority items on your behalf. We will provide updates on these items as legislative action occurs. We will continue to be in contact with you on legislative proposals relevant to these items.

Support Capital Budget Funding for:

- Heritage Grant Program
- Washington State Housing Trust Fund
- Washington State Recreation and Conservation Office Grants
- Brian Abbot Fish Barrier Removal Board

Upcoming Events

Ways & Means (Senate) - Virtual, - 4/5 @ 10:00am

SB 5476 - Public Hearing - Addressing the State v. Blake decision. (Remote testimony.)

Bill Summaries

Outlined below are relevant bills GTHGA is tracking for the County. Bills that are in the "lobbying" category are those that GTHGA is taking action to either advance or stall; bills that are marked as "monitoring" are those that GTHGA is keeping track of but not actively lobbying. Bills in the following lists are marked "alive" and "dead" accordingly.

Alive - Lobbying

Bill Detail	<u>s</u>	<u>Status</u>	<u>Sponsor</u>	<u>Position</u>
E2SHB 1069	Local gov fiscal flexibility Concerning local government fisca	S Rules 2 I flexibility.	Pollet	Support
E2SHB 1152 (SB 5173)	Comp health districts Supporting measures to create con	S Rules 2 nprehensive public h	Riccelli ealth districts.	Concerns
SHB 1225	School-based health centers Concerning school-based health ce	S Rules 2 enters.	Stonier	Support
SHB 1309	Levy certification dates Concerning the dates of certification	H Spkr Signed n of levies.	Eslick	Support
	Rural public facilities/tax	S 2nd Reading	Tharinger	Support



<u>SHB</u> 1333	Providing an extension to the local sales and use tax for public facilities in rural counties.			
<u>SHB</u> 1502	Electric ferries/counties Concerning the procurement and	S 2nd Reading design of electric ferri	Pollet es by counties	Support

Dead - Lobbying

Bill Detail	<u>s</u>	<u>Status</u>	<u>Sponsor</u>	<u>Position</u>
HB 1025 (Dead)	Local parks funding options	H Finance	Wicks	Support
(SB 5006)	Concerning local parks funding of	options.		
SB 5006 (Dead)	Local parks funding options	S Ways & Means	Van De Wege	Support
(HB 1025)	Concerning local parks funding options.			

Alive - Monitoring

Bill Detai	<u>ls</u>	<u>Status</u>	<u>Sponsor</u>	<u>Position</u>
ESHB 1056	Public meetings/emergencies	S Rules 2	Pollet	
<u>1056</u>	Concerning open public meeting no	otice requirements and	declared emerç	gencies.
ECUD	Housing/local tax revenue	H Spkr Signed	Ryu	
Modifying allowed uses of local tax revenue for affordable housing ar services to include the acquisition and construction of affordable houses.				
ESCUD	Comprehensive planning	S Transportation	Duerr	
E2SHB 1099	Improving the state's climate response through updates to the state's comprehensive planning framework.			
Facul	Comp. planning/salmon	S Rules 2	Lekanoff	Neutral
<u>E2SHB</u> <u>1117</u>	Promoting salmon recovery through framework.	n revisions to the state	s comprehensiv	e planning

S Rules 2

Barkis

GMA/affordable housing plans



ESHB 1232	Planning for affordable housing under the growth management act.			
ESHB 1241	Growth management act plans Planning under the growth managem	S Rules 2 ent act.	Duerr	
ESHB	Property tax deferral/COVID	S Rules 2	Sullivan	
1332 (SB 5402)	Concerning property tax deferral duri	ng the COVID-19 pan	demic.	
ESHB	Federal funding/COVID-19	C 3 L 21	Ormsby	
1368 (SB 5344)	Responding to the COVID-19 pander funding.	nic through state action	ons supported by federal	
ESHB 1410	Home foreclosure/taxes Protecting taxpayers from home forec	S 2nd Reading closure.	Volz	
	PERS/TRS 1 benefit increase	H Approps	Johnson	
<u>HB 1565</u>	Providing a benefit increase to certain retirees of the public employees' retirement system plan 1 and the teachers' retirement system plan 1.			
SSB	Found. public health funding	S Ways & Means	Robinson	
5149 (HB 1201)	Funding foundational public health services.			
ESSB	Intense rural dev. areas	H 2nd Reading	Short	
Enhancing opportunity in limited areas of more intense rural development.			al development.	
2SSB 5368	Rural economic development Encouraging rural economic develope	H Rules R ment.	Short	
SB 5476	State v. Blake decision Addressing the State v. Blake decision	S Ways & Means on.	Dhingra	

Dead – Monitoring

Bill Detail	<u>s</u>	<u>Status</u>	<u>Sponsor</u>	<u>Position</u>
HB 1110	Local boards of health	H HC/Wellness	Riccelli	
(Dead)	Concerning the composition o	f local boards of health.		



<u>2SHB</u> 1157	Housing supply	S Ways & Means	Bateman
(Dead) (SSB 5390)	Increasing housing supply through tax incentives for local government		nt act and housing density
HB 1201 (Dead)	Found. public health funding	H Finance	Riccelli
(SSB 5149)	Funding foundational public health	services.	
2SHB	Police misconduct/civil rem.		Thai
1202 (Dead)	Addressing meaningful civil remed misconduct, including by allowing tand injunctive and declaratory relies	for an award of attorney	•
SHB	Accessory dwelling units	H Rules C	Vick
1298 (Dead) (SB 5221)	Concerning regulation of accessor areas.	y dwelling units located	outside of urban growth
HB 1308 (Dead)	Apprenticeship utilization Expanding apprenticeship utilization	H Cap Budget on requirements.	Riccelli
HB 1337	Accessory dwelling units	H Local Govt	Gregerson
(Dead)	Concerning accessory dwelling un	its.	
HB 1362		H Finance	Duerr
(Dead)	Modifying the annual regular prope	erty tax revenue growth	limit.
HB 1407 (Dead)	Fees of county officers Concerning fees of county officers	H Civil R & Judi	Volz
2SHB	Legal financial obligations	H Rules R	Simmons
1412 (Dead)	Concerning legal financial obligation	ons.	
	Marijuana licensing/zoning	H Commerce & Gam	Goehner



HB 1414 (Dead)	Aligning marijuana licensing decisions by the liquor and cannabis board with local zoning ordinances.
HB 1440 (Dead)	Small wireless facilities H Comm & Econ De Boehnke Bringing innovation and investment to Washington's economy by streamlining the requirements for deployment of small wireless facilities.
<u>SHB</u> 1494 (Dead)	Antidisplacement/prop. tax H Approps Harris-Talley Providing housing safety, security, and protection for Washington families by creating the antidisplacement property tax exemption.
SB 5042 (Dead)	GMA actions effective date S Rules X Salomon Concerning the effective date of certain actions taken under the growth management act.
SB 5221 (Dead) (SHB 1298)	Accessory dwelling units S Housing & Loca Gildon Concerning regulation of accessory dwelling units located outside of urban growth areas.
SSB 5390 (Dead) (2SHB 1157)	Housing supply S Ways & Means Liias Increasing housing supply through the growth management act and housing density tax incentives for local governments.
SB 5463 (Dead)	Residential prop valuation S Ways & Means Wilson Exempting a portion of the valuation of residential property from property taxation.
SB 5471 (Dead)	Controlled subst. possession S Law & Justice Padden Concerning knowing possession of a controlled substance.