
HOUSE BILL 1058

State of Washington

52nd Legislature

1991 Regular Session

By Representatives Wang, Holland and Fraser; by request of State Treasurer and Office of Financial Management.

Read first time January 17, 1991. Referred to Committee on Revenue.

1 AN ACT Relating to treasurer-managed funds and accounts; amending
2 RCW 70.39.170, 18.08.240, 43.79.330, 43.51.280, 40.14.025, 43.51.310,
3 43.140.030, 28B.14D.040, 46.10.075, 72.72.030, 82.29A.080, 67.40.040,
4 28B.10.821, 43.88.525, 58.24.060, 82.14.200, 82.14.210, 18.72.390,
5 43.70.320, 18.04.105, 43.79.445, 47.76.030, 43.51.200, 86.26.007,
6 43.08.250, 84.33.041, 43.31A.400, 70.94.656, 18.43.150, 75.52.140,
7 51.44.170, 82.14.310, 82.14.320, 43.33A.160, 43.83B.360, 82.14.050,
8 79.24.060, 43.19.610, 27.34.090, 82.42.090, 47.68.236, 79.64.055,
9 43.79.201, 70.93.180, 46.08.172, 43.99.040, 43.83A.030, 43.99F.030,
10 28B.10.851, 43.83.020, 28B.30.730, 28B.57.050, 43.99.060, 43.83B.030,
11 43.83C.030, 43.83D.030, 43.83H.030, 43.84.092, 77.12.323, 28A.515.320,
12 28A.550.010, 50.16.010, 43.200.080, 70.164.030, 79.90.555, 70.94.483,
13 47.78.010, 22.09.411, 70.47.030, 70.105D.070, 2.14.070, 70.170.080,
14 90.76.100, 70.95.800, 59.21.050, 70.95E.080, 28B.30.740, 28B.30.741,
15 28B.30.742, 28B.20.810, 28B.14C.060, 43.79A.020, 43.79A.040, 43.08.190,
16 28C.10.082, 43.250.030, 43.185.030, 28B.10.882, 59.22.030, 70.148.020,

1 4.92.220, 4.92.130, 41.40.080, 43.84.051, 43.79.130, 28B.35.751,
2 43.79.110, 28B.20.800, 28B.10.868, 43.85.130, 41.05.120, 90.50A.020,
3 2.14.080, 46.68.210, 81.100.070, 28B.20.468, 28B.108.050, 28B.50.837,
4 41.26.070, 28B.108.060, 41.48.065, 41.48.060, 28A.520.020, 2.10.080,
5 and 43.160.080; reenacting and amending RCW 74.18.230, 76.04.630,
6 28B.50.360, 28B.35.370, 70.146.030, 90.48.390, 41.24.030, 41.04.260,
7 and 74.18.230; creating new sections; adding a new section to chapter
8 43.63A RCW; repealing RCW 43.84.090, 43.185.040, 46.09.290, 70.48.120,
9 43.31.958, 43.99C.040, 27.60.060, 28B.31.040, 75.48.030, 28B.56.030,
10 43.83I.166, 36.22.180, and 43.79.415; providing an effective date; and
11 declaring an emergency.

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

13 **Sec. 1.** RCW 70.39.170 and 1985 c 57 s 67 are each amended to read
14 as follows:

15 The commission shall biennially prepare a budget which shall
16 include its estimated income and expenditures for administration and
17 operation for the biennium, to be submitted to the governor for
18 transmittal to the legislature for approval.

19 Expenses of the commission shall be financed by assessment against
20 hospitals in an amount to be determined biennially by the commission,
21 but not to exceed four one-hundredths of one percent of each hospital's
22 gross operating costs to be levied and collected (~~from and after July~~
23 ~~1, 1973~~) for the provision of hospital services for its last fiscal
24 year ending on or before June 30th of the preceding calendar year.
25 Budgetary requirements in excess of that limit may be financed by a
26 general fund appropriation by the legislature. All moneys collected are
27 to be deposited by the state treasurer in the hospital commission
28 account which is hereby created in the state treasury. (~~All earnings~~

1 ~~of investments of balances in the hospital commission account shall be~~
2 ~~credited to the general fund.))~~

3 Any amounts raised by the collection of assessments from hospitals
4 provided for in this section which are not required to meet
5 appropriations in the budget act for the current fiscal year shall be
6 available to the commission in succeeding years.

7 **Sec. 2.** RCW 18.08.240 and 1985 c 57 s 4 are each amended to read
8 as follows:

9 There is established in the state treasury the architects' license
10 account, into which all fees paid pursuant to this chapter shall be
11 paid. (~~All earnings of investments of balances in the architects'~~
12 ~~license account shall be credited to the general fund.))~~

13 **Sec. 3.** RCW 43.79.330 and 1985 c 57 s 38 are each amended to read
14 as follows:

15 All moneys to the credit of the following state funds on the first
16 day of August, 1955, and all moneys thereafter paid to the state
17 treasurer for or to the credit of such funds, are hereby transferred to
18 the following accounts in the state treasury, the creation of which is
19 hereby authorized:

20 (1) Capitol building construction fund moneys, to the capitol
21 building construction account;

22 (2) Cemetery fund moneys, to the cemetery account;

23 (3) Feed and fertilizer fund moneys, to the feed and fertilizer
24 account;

25 (4) Forest development fund moneys, to the forest development
26 account;

27 (5) Harbor improvement fund moneys, to the harbor improvement
28 account;

1 (6) Millersylvania Park current fund moneys, to the Millersylvania
2 Park current account;

3 (7) Puget Sound pilotage fund moneys, to the Puget Sound pilotage
4 account;

5 (8) Real estate commission fund moneys, to the real estate
6 commission account;

7 (9) Reclamation revolving fund moneys, to the reclamation revolving
8 account;

9 (10) University of Washington building fund moneys, to the
10 University of Washington building account;

11 (11) State College of Washington building fund moneys, to the
12 Washington State University building account; and

13 ~~((All earnings of investments of balances in the capitol
14 building construction account, the cemetery account, the feed and
15 fertilizer account, the harbor improvement account, the Millersylvania
16 Park current account, the Puget Sound pilotage account, the real estate
17 commission account, and the reclamation revolving account shall be
18 credited to the general fund; and~~

19 ~~(13))~~ Except as provided in RCW ~~((43.84.090))~~ 43.08.190, all
20 earnings of investments of balances in the ~~((forest development
21 account, the))~~ University of Washington building account, and the
22 Washington State University building account shall be credited to these
23 respective accounts.

24 **Sec. 4.** RCW 43.51.280 and 1987 c 466 s 2 are each amended to read
25 as follows:

26 There is hereby created the trust land purchase account in the
27 state treasury. Any revenues accruing to this account shall be used
28 for the purchase of the property described in RCW 43.51.270(3)(a), to
29 include all reasonable costs of acquisition, and a fee interest or such

1 other interest in state trust lands presently used for park purposes as
2 the state parks and recreation commission shall determine and to
3 reimburse the state parks and recreation commission for the cost of
4 collecting such fees beginning with the 1973-75 fiscal biennium. Any
5 funds remaining in the account shall be used for the renovation and
6 redevelopment of state park structures and facilities to extend the
7 original life expectancy or correct damage to the environment of state
8 parks and for the maintenance and operation of state parks in the 1981-
9 83 biennium. Thereafter, the funds shall not be used for such purposes
10 until the money in the account satisfies the payment required to be
11 made in the contract for sale of lands in RCW 43.51.270(2), the
12 acquisition of the property described in RCW 43.51.270(3)(a), those
13 amounts necessary to pay for the remaining trust assets of timber
14 situated on the lands described in RCW 43.51.270(2), and for the
15 acquisition of the property described in RCW 43.51.270(3) (b), (c),
16 (d), and (e) and 43.51.270(4) on a schedule satisfactory to the board
17 of natural resources. Payments may be delayed for property described
18 in RCW 43.51.270(3) (b), (c), (d), and (e) until the existing contract
19 for purchase of lands in RCW 43.51.270(2) has been paid off. Payments
20 for the property in RCW 43.51.270(4) may be delayed until contracts for
21 purchase of lands and timber described in RCW 43.51.270 (2) and (3)
22 have been paid off. Payments from the account for those parcels
23 included in RCW 43.51.270(4) shall be established on a schedule which
24 is mutually acceptable to the board of natural resources and the parks
25 and recreation commission. (~~All earnings of investments of balances
26 in the trust land purchase account shall be credited to the general
27 fund.~~)

28 **Sec. 5.** RCW 40.14.025 and 1985 c 57 s 22 are each amended to read
29 as follows:

1 The secretary of state and the director of financial management
2 shall jointly establish a schedule of fees and charges governing the
3 services provided by the division of archives and records management to
4 other state agencies, offices, departments, and other entities. The
5 schedule shall be determined such that the fees and charges will
6 provide the division with funds to meet its anticipated expenditures
7 during any allotment period.

8 There is created the archives and records management account in the
9 state treasury which shall consist of all fees and charges collected
10 under this section. The account shall be appropriated exclusively for
11 use by the secretary of state for the payment of costs and expenses
12 incurred in the operation of the division of archives and records
13 management. ~~((All earnings of investments of balances in the archives
14 and records management account shall be credited to the general fund.))~~

15 **Sec. 6.** RCW 43.51.310 and 1985 c 57 s 35 are each amended to read
16 as follows:

17 There is hereby created the winter recreational program account in
18 the state treasury. Special winter recreational area parking permit
19 fees collected under this chapter shall be remitted to the state
20 treasurer to be deposited in the winter recreational program account
21 and shall be appropriated only to the commission for nonsnowmobile
22 winter recreation purposes including the administration, acquisition,
23 development, operation, planning, and maintenance of winter recreation
24 facilities and the development and implementation of winter recreation,
25 safety, enforcement, and education programs. The commission may accept
26 gifts, grants, donations, or moneys from any source for deposit in the
27 winter recreational program account. ~~((All earnings of investments of
28 balances in the winter recreational program account shall be credited
29 to the general fund.))~~

1 Any public agency in this state may develop and implement winter
2 recreation programs. The commission may make grants to public agencies
3 and contract with any public or private agency or person to develop and
4 implement winter recreation programs.

5 **Sec. 7.** RCW 43.140.030 and 1985 c 57 s 58 are each amended to read
6 as follows:

7 There is created the geothermal account in the state treasury. All
8 expenditures from this account are subject to appropriation and chapter
9 43.88 RCW. (~~All earnings of investments of balances in the geothermal~~
10 ~~account shall be credited to the general fund.~~)

11 All revenues received by the state treasurer under section 35 of
12 the Mineral Lands Leasing Act of 1920, as amended (30 U.S.C. Sec. 191),
13 with respect to activities of the United States bureau of land
14 management undertaken pursuant to the Geothermal Steam Act of 1970 (30
15 U.S.C. Sec. 1001 et. seq.) shall be deposited in the geothermal account
16 in the state treasury immediately upon receipt.

17 **Sec. 8.** RCW 28B.14D.040 and 1985 c 57 s 13 are each amended to
18 read as follows:

19 (~~Except for that portion of the proceeds required to pay bond~~
20 ~~anticipation notes under RCW 28B.14D.020,~~) The proceeds from the sale
21 of the bonds (~~and bond anticipation notes~~) authorized in this
22 chapter, together with all grants, donations, transferred funds, and
23 all other moneys which the state finance committee or the board of
24 regents or board of trustees of any of the state institutions of higher
25 education may direct the state treasurer to deposit therein, shall be
26 deposited in the higher education construction account hereby created
27 in the state treasury. (~~All earnings of investments of balances in~~

1 ~~the higher education construction account shall be credited to the~~
2 ~~general fund.))~~

3 **Sec. 9.** RCW 46.10.075 and 1985 c 57 s 61 are each amended to read
4 as follows:

5 There is created a snowmobile account within the state treasury.
6 Snowmobile registration fees, monetary civil penalties from snowmobile
7 dealers, and snowmobile fuel tax moneys collected under this chapter
8 and in excess of the amounts fixed for the administration of the
9 registration and fuel tax provisions of this chapter shall be deposited
10 in the snowmobile account and shall be appropriated only to the state
11 parks and recreation commission for the administration and coordination
12 of this chapter. ~~((All earnings of investments of balances in the~~
13 ~~snowmobile account shall be credited to the general fund.))~~

14 **Sec. 10.** RCW 72.72.030 and 1985 c 57 s 71 are each amended to read
15 as follows:

16 (1) There is hereby created, in the state treasury, an
17 institutional impact account. The secretary of social and health
18 services may reimburse political subdivisions for criminal justice
19 costs incurred directly as a result of crimes committed by offenders
20 residing in an institution as defined herein under the jurisdiction of
21 the secretary of social and health services. Such reimbursement shall
22 be made to the extent funds are available from the institutional impact
23 account. Reimbursements shall be limited to law enforcement,
24 prosecutorial, judicial, and jail facilities costs which are documented
25 to be strictly related to the criminal activities of the offender.

26 (2) The secretary of corrections may reimburse political
27 subdivisions for criminal justice costs incurred directly as a result
28 of crimes committed by offenders residing in an institution as defined

1 herein under the jurisdiction of the secretary of corrections. Such
2 reimbursement shall be made to the extent funds are available from the
3 institutional impact account. Reimbursements shall be limited to law
4 enforcement, prosecutorial, judicial, and jail facilities costs which
5 are documented to be strictly related to the criminal activities of the
6 offender.

7 ~~((3) All earnings of investments of balances in the institutional
8 impact account shall be credited to the general fund.))~~

9 **Sec. 11.** RCW 82.29A.080 and 1985 c 57 s 84 are each amended to
10 read as follows:

11 The counties and cities shall contract, prior to the effective date
12 of an ordinance imposing a leasehold excise tax, with the department of
13 revenue for administration and collection. The department of revenue
14 shall deduct a percentage amount, as provided by such contract, not to
15 exceed two percent of the taxes collected, for administration and
16 collection expenses incurred by the department. The remainder of any
17 portion of any tax authorized by RCW 82.29A.040 which is collected by
18 the department of revenue shall be deposited by the state department of
19 revenue in the local leasehold excise tax account hereby created in the
20 state treasury. Moneys in the local leasehold excise tax account may
21 be spent only for distribution to counties and cities imposing a
22 leasehold excise tax. All earnings of investments of balances in the
23 local leasehold excise tax account, less the allocation to the state
24 treasurer's service account under RCW 43.08.190, shall be credited to
25 the account.

26 **Sec. 12.** RCW 67.40.040 and 1990 c 181 s 2 are each amended to read
27 as follows:

1 (1) The proceeds from the sale of the bonds authorized in RCW
2 67.40.030, (~~earnings from the investment of the proceeds,~~) proceeds
3 of the tax imposed under RCW 67.40.090, and all other moneys received
4 by the state convention and trade center from any public or private
5 source which are intended to fund the acquisition, design,
6 construction, expansion, exterior cleanup and repair of the Eagles
7 building, conversion of various retail and other space to meeting
8 rooms, purchase of the land and building known as the McKay Parcel,
9 development of low-income housing, or renovation of the center, shall
10 be deposited in the state convention and trade center account hereby
11 created in the state treasury and in such subaccounts as are deemed
12 appropriate by the directors of the corporation.

13 (2) (~~Seventy-five percent of the income from the investment of the~~
14 ~~corporation's funds deposited in the account, including interest earned~~
15 ~~thereon, before and after May 10, 1985, shall be credited against any~~
16 ~~future borrowings by the state convention and trade center corporation~~
17 ~~from the general fund for debt service or otherwise at the time such~~
18 ~~funds are needed after July 1, 1987.~~

19 (3)) Moneys in the account, including unanticipated revenues under
20 RCW 43.79.270, shall be used exclusively for the following purposes in
21 the following priority:

22 (a) For reimbursement of the state general fund under RCW
23 67.40.060;

24 (b) After appropriation by statute:

25 (i) For payment of expenses incurred in the issuance and sale of
26 the bonds issued under RCW 67.40.030;

27 (ii) For acquisition, design, and construction of the state
28 convention and trade center; and

29 (iii) For reimbursement of any expenditures from the state general
30 fund in support of the state convention and trade center; and

1 (c) For transfer to the state convention and trade center
2 operations account.

3 ~~((4))~~ (3) The corporation shall identify with specificity those
4 facilities of the state convention and trade center that are to be
5 financed with proceeds of general obligation bonds, the interest on
6 which is intended to be excluded from gross income for federal income
7 tax purposes. The corporation shall not permit the extent or manner of
8 private business use of those bond-financed facilities to be
9 inconsistent with treatment of such bonds as governmental bonds under
10 applicable provisions of the Internal Revenue Code of 1986, as amended.

11 **Sec. 13.** RCW 28B.10.821 and 1985 c 57 s 10 are each amended to
12 read as follows:

13 The state educational grant account is hereby established in the
14 state treasury. The commission shall deposit refunds and recoveries of
15 student financial aid funds expended in prior biennia in such account.
16 Expenditures from such account shall be for financial aid to needy or
17 disadvantaged students. ~~((All earnings of investments of balances in
18 the state educational grant account shall be credited to the general
19 fund.))~~

20 **Sec. 14.** RCW 43.88.525 and 1985 c 57 s 52 are each amended to read
21 as follows:

22 A budget stabilization account is hereby created as an account in
23 the state treasury for the purposes set forth in RCW 43.88.520 through
24 43.88.540. There shall be deposited into the stabilization account the
25 revenues described in RCW 43.88.530 and such other amounts as the
26 legislature may from time to time direct to be deposited in the
27 account. The governor's biennial budget document ~~((for the 1983-85
28 biennium and for each succeeding biennium))~~ shall contain a request for

1 necessary transfers from the general fund to the budget stabilization
2 account of those revenues identified in RCW 43.88.530. (~~All earnings~~
3 ~~of investments of balances in the budget stabilization account shall be~~
4 ~~credited to the general fund.~~)

5 **Sec. 15.** RCW 58.24.060 and 1987 c 466 s 8 are each amended to read
6 as follows:

7 There is created in the state treasury the surveys and maps account
8 which shall be a separate account consisting of funds received or
9 collected under chapters 58.22 and 58.24 RCW, moneys appropriated to it
10 by law. This account shall be used exclusively by the department of
11 natural resources for carrying out the purposes and provisions of
12 chapters 58.22 and 58.24 RCW. Appropriations from the account shall be
13 expended for no other purposes. (~~All earnings of investments of~~
14 ~~balances in the surveys and maps account shall be credited to the~~
15 ~~general fund.~~)

16 **Sec. 16.** RCW 82.14.200 and 1990 c 42 s 313 are each amended to
17 read as follows:

18 There is created in the state treasury a special account to be
19 known as the "county sales and use tax equalization account." Into
20 this account shall be placed a portion of all motor vehicle excise tax
21 receipts as provided in RCW 82.44.110(6). Funds in this account shall
22 be allocated by the state treasurer according to the following
23 procedure:

24 (1) Prior to April 1st of each year the director of revenue shall
25 inform the state treasurer of the total and the per capita levels of
26 revenues for the unincorporated area of each county and the state-wide
27 weighted average per capita level of revenues for the unincorporated

1 areas of all counties imposing the sales and use tax authorized under
2 RCW 82.14.030(1) for the previous calendar year.

3 (2) At such times as distributions are made under RCW 82.44.150, as
4 now or hereafter amended, the state treasurer shall apportion to each
5 county imposing the sales and use tax under RCW 82.14.030(1) at the
6 maximum rate and receiving less than one hundred fifty thousand dollars
7 from the tax for the previous calendar year, an amount from the county
8 sales and use tax equalization account sufficient, when added to the
9 amount of revenues received the previous calendar year by the county,
10 to equal one hundred fifty thousand dollars.

11 The department of revenue shall establish a governmental price
12 index as provided in this subsection. The base year for the index
13 shall be the end of the third quarter of 1982. Prior to November 1,
14 1983, and prior to each November 1st thereafter, the department of
15 revenue shall establish another index figure for the third quarter of
16 that year. The department of revenue may use the implicit price
17 deflators for state and local government purchases of goods and
18 services calculated by the United States department of commerce to
19 establish the governmental price index. Beginning on January 1, 1984,
20 and each January 1st thereafter, the one hundred fifty thousand dollar
21 base figure in this subsection shall be adjusted in direct proportion
22 to the percentage change in the governmental price index from 1982
23 until the year before the adjustment. Distributions made under this
24 subsection for 1984 and thereafter shall use this adjusted base amount
25 figure.

26 (3) Subsequent to the distributions under subsection (2) of this
27 section and at such times as distributions are made under RCW
28 82.44.150, as now or hereafter amended, the state treasurer shall
29 apportion to each county imposing the sales and use tax under RCW
30 82.14.030(1) at the maximum rate and receiving less than seventy

1 percent of the state-wide weighted average per capita level of revenues
2 for the unincorporated areas of all counties as determined by the
3 department of revenue under subsection (1) of this section, an amount
4 from the county sales and use tax equalization account sufficient, when
5 added to the per capita level of revenues for the unincorporated area
6 received the previous calendar year by the county, to equal seventy
7 percent of the state-wide weighted average per capita level of revenues
8 for the unincorporated areas of all counties determined under
9 subsection (1) of this section, subject to reduction under subsections
10 (6) and (7) of this section. When computing distributions under this
11 section, any distribution under subsection (2) of this section shall be
12 considered revenues received from the tax imposed under RCW
13 82.14.030(1) for the previous calendar year.

14 (4) Subsequent to the distributions under subsection (3) of this
15 section and at such times as distributions are made under RCW
16 82.44.150, as now or hereafter amended, the state treasurer shall
17 apportion to each county imposing the sales and use tax under RCW
18 82.14.030(2) at the maximum rate and receiving a distribution under
19 subsection (2) of this section, a third distribution from the county
20 sales and use tax equalization account. The distribution to each
21 qualifying county shall be equal to the distribution to the county
22 under subsection (2) of this section, subject to the reduction under
23 subsections (6) and (7) of this section. To qualify for the total
24 distribution under this subsection, the county must impose the tax
25 under RCW 82.14.030(2) for the entire calendar year. Counties imposing
26 the tax for less than the full year shall qualify for prorated
27 allocations under this subsection proportionate to the number of months
28 of the year during which the tax is imposed.

29 (5) Subsequent to the distributions under subsection (4) of this
30 section and at such times as distributions are made under RCW

1 82.44.150, as now or hereafter amended, the state treasurer shall
2 apportion to each county imposing the sales and use tax under RCW
3 82.14.030(2) at the maximum rate and receiving a distribution under
4 subsection (3) of this section, a fourth distribution from the county
5 sales and use tax equalization account. The distribution to each
6 qualifying county shall be equal to the distribution to the county
7 under subsection (3) of this section, subject to the reduction under
8 subsections (6) and (7) of this section. To qualify for the
9 distributions under this subsection, the county must impose the tax
10 under RCW 82.14.030(2) for the entire calendar year. Counties imposing
11 the tax for less than the full year shall qualify for prorated
12 allocations under this subsection proportionate to the number of months
13 of the year during which the tax is imposed.

14 (6) Revenues distributed under this section in any calendar year
15 shall not exceed an amount equal to seventy percent of the state-wide
16 weighted average per capita level of revenues for the unincorporated
17 areas of all counties during the previous calendar year. If
18 distributions under subsections (3) through (5) of this section cannot
19 be made because of this limitation, then distributions under
20 subsections (3) through (5) of this section shall be reduced ratably
21 among the qualifying counties.

22 (7) If inadequate revenues exist in the county sales and use tax
23 equalization account to make the distributions under subsections (3)
24 through (5) of this section, then the distributions under subsections
25 (3) through (5) of this section shall be reduced ratably among
26 the qualifying counties. At such time during the year as additional
27 funds accrue to the county sales and use tax equalization account,
28 additional distributions shall be made under subsections (3) through
29 (5) of this section to the counties.

1 (8) If the level of revenues in the county sales and use tax
2 equalization account exceeds the amount necessary to make the
3 distributions under subsections (2) through (5) of this section, then
4 the additional revenues shall be credited and transferred to the state
5 general fund.

6 (9) All earnings of investments of balances in the county sales and
7 use tax equalization account, less the allocation to the state
8 treasurer's service account under RCW 43.08.190, shall be credited to
9 the (~~general fund~~) county sales and use tax equalization account.

10 **Sec. 17.** RCW 82.14.210 and 1990 2nd ex.s. c 1 s 701 are each
11 amended to read as follows:

12 There is created in the state treasury a special account to be
13 known as the "municipal sales and use tax equalization account." Into
14 this account shall be placed such revenues as are provided under RCW
15 82.44.110(5). Funds in this account shall be allocated by the state
16 treasurer according to the following procedure:

17 (1) Prior to January 1st of each year the department of revenue
18 shall determine the total and the per capita levels of revenues for
19 each city and the state-wide weighted average per capita level of
20 revenues for all cities imposing the sales and use tax authorized under
21 RCW 82.14.030(1) for the previous calendar year.

22 (2) At such times as distributions are made under RCW 82.44.150,
23 the state treasurer shall apportion to each city not imposing the sales
24 and use tax under RCW 82.14.030(2) an amount from the municipal sales
25 and use tax equalization account equal to the amount distributed to the
26 city under RCW 82.44.155, multiplied by thirty-five sixty-fifths.

27 (3) Subsequent to the distributions under subsection (2) of this
28 section, and at such times as distributions are made under RCW
29 82.44.150, the state treasurer shall apportion to each city imposing

1 the sales and use tax under RCW 82.14.030(1) at the maximum rate and
2 receiving less than seventy percent of the state-wide weighted average
3 per capita level of revenues for all cities as determined by the
4 department of revenue under subsection (1) of this section, an amount
5 from the municipal sales and use tax equalization account sufficient,
6 when added to the per capita level of revenues received the previous
7 calendar year by the city, to equal seventy percent of the state-wide
8 weighted average per capita level of revenues for all cities determined
9 under subsection (1) of this section, subject to reduction under
10 subsection (6) of this section.

11 (4) Subsequent to the distributions under subsection (3) of this
12 section, and at such times as distributions are made under RCW
13 82.44.150, the state treasurer shall apportion to each city imposing
14 the sales and use tax under RCW 82.14.030(2) at the maximum rate and
15 receiving a distribution under subsection (3) of this section, a third
16 distribution from the municipal sales and use tax equalization account.
17 The distribution to each qualifying city shall be equal to the
18 distribution to the city under subsection (3) of this section, subject
19 to the reduction under subsection (6) of this section. To qualify for
20 the distributions under this subsection, the city must impose the tax
21 under RCW 82.14.030(2) for the entire calendar year. Cities imposing
22 the tax for less than the full year shall qualify for prorated
23 allocations under this subsection proportionate to the number of months
24 of the year during which the tax is imposed.

25 (5) For a city with an official incorporation date after January 1,
26 1990, municipal sales and use tax equalization distributions shall be
27 made according to the procedures in this subsection. Municipal sales
28 and use tax equalization distributions to eligible new cities shall be
29 made at the same time as distributions are made under subsections (3)
30 and (4) of this section. The department of revenue shall follow the

1 estimating procedures outlined in this subsection until the new city
2 has received a full year's worth of revenues under RCW 82.14.030(1) as
3 of the January municipal sales and use tax equalization distribution.

4 (a) Whether a newly incorporated city determined to receive funds
5 under this subsection receives its first equalization payment at the
6 January, April, July, or October municipal sales and use tax
7 equalization distribution shall depend on the date the city first
8 imposes the tax authorized under RCW 82.14.030(1).

9 (i) A newly incorporated city imposing the tax authorized under RCW
10 82.14.030(1) effective as of January 1st shall be eligible to receive
11 funds under this subsection beginning with the April municipal sales
12 and use tax equalization distribution of that year.

13 (ii) A newly incorporated city imposing the tax authorized under
14 RCW 82.14.030(1) effective as of February 1st, March 1st, or April 1st
15 shall be eligible to receive funds under this subsection beginning with
16 the July municipal sales and use tax equalization distribution of that
17 year.

18 (iii) A newly incorporated city imposing the tax authorized under
19 RCW 82.14.030(1) effective as of May 1st, June 1st, or July 1st shall
20 be eligible to receive funds under this subsection beginning with the
21 October municipal sales and use tax equalization distribution of that
22 year.

23 (iv) A newly incorporated city imposing the tax authorized under
24 RCW 82.14.030(1) effective as of August 1st, September 1st, or October
25 1st shall be eligible to receive funds under this subsection beginning
26 with the January municipal sales and use tax equalization distribution
27 of the next year.

28 (v) A newly incorporated city imposing the tax authorized under RCW
29 82.14.030(1) effective as of November 1st or December 1st shall be
30 eligible to receive funds under this subsection beginning with the

1 April municipal sales and use tax equalization distribution of the next
2 year.

3 (b) For purposes of calculating the amount of funds the new city
4 should receive under this subsection, the department of revenue shall:

5 (i) Estimate the per capita amount of revenues from the tax
6 authorized under RCW 82.14.030(1) that the new city would have received
7 had the city received revenues from the tax the entire calendar year;

8 (ii) Calculate the amount provided under subsection (3) of this
9 section based on the per capita revenues determined under (b)(i) of
10 this subsection;

11 (iii) Prorate the amount determined under (b)(ii) of this
12 subsection by the number of months the tax authorized under RCW
13 82.14.030(1) is imposed.

14 (c) A new city imposing the tax under RCW 82.14.030(2) at the
15 maximum rate and receiving a distribution calculated under (b) of this
16 subsection shall receive another distribution from the municipal sales
17 and use tax equalization account. This distribution shall be equal to
18 the calculation made under (b)(ii) of this subsection, prorated by the
19 number of months the city imposes the tax authorized under RCW
20 82.14.030(2) at the full rate.

21 (d) The department of revenue shall advise the state treasurer of
22 the amounts calculated under (b) and (c) of this subsection and the
23 state treasurer shall distribute these amounts to the new city from the
24 municipal sales and use tax equalization account subject to the
25 limitations imposed in subsection (6) of this section.

26 (e) Revenues estimated under this subsection shall not affect the
27 calculation of the state-wide weighted average per capita level of
28 revenues for all cities made under subsection (1) of this section.

29 (6) If inadequate revenues exist in the municipal sales and use tax
30 equalization account to make the distributions under subsection (3),

1 (4), or (5) of this section, then the distributions under subsections
2 (3), (4), and (5) of this section shall be reduced ratably among the
3 qualifying cities. At such time during the year as additional funds
4 accrue to the municipal sales and use tax equalization account,
5 additional distributions shall be made under subsections (3), (4), and
6 (5) of this section to the cities.

7 (7) If the level of revenues in the municipal sales and use tax
8 equalization account exceeds the amount necessary to make the
9 distributions under subsections (2) through (5) of this section, then
10 the additional revenues shall be apportioned among the several cities
11 within the state ratably on the basis of population as last determined
12 by the office of financial management: PROVIDED, That no such
13 distribution shall be made to those cities receiving a distribution
14 under subsection (2) of this section.

15 (8) All earnings of investments of balances in the municipal sales
16 and use tax equalization account, less the allocation to the state
17 treasurer's service account under RCW 43.08.190, shall be credited to
18 the (~~general fund~~) municipal sales and use tax equalization account.

19 **Sec. 18.** RCW 18.72.390 and 1985 c 57 s 6 are each amended to read
20 as follows:

21 Because it is the express purpose of this chapter to protect the
22 public health and to provide for a public agency to act as a
23 disciplinary body for members of the medical profession licensed to
24 practice medicine and surgery in this state, and because the health and
25 well-being of the people of this state are of paramount importance,
26 there is hereby created an account in the state treasury to be known as
27 the medical disciplinary account. All assessments, fines, and other
28 funds collected or received pursuant to this chapter shall be deposited
29 in the medical disciplinary account and used to administer and

1 implement this chapter. (~~All earnings of investments of balances in~~
2 ~~the medical disciplinary account shall be credited to the general~~
3 ~~fund.~~)

4 **Sec. 19.** RCW 43.70.320 and 1985 c 57 s 29 are each amended to read
5 as follows:

6 There is created in the state treasury an account to be known as
7 the health professions account. All fees received by the department
8 for health professions licenses, registration, certifications,
9 renewals, or examinations shall be forwarded to the state treasurer who
10 shall credit such moneys to the health professions account. All
11 expenses incurred in carrying out the health professions licensing
12 activities of the department shall be paid from the account as
13 authorized by legislative appropriation. Any residue in the account
14 shall be accumulated and shall not revert to the general fund at the
15 end of the biennium. (~~All earnings of investments of balances in the~~
16 ~~health professions account shall be credited to the general fund.~~)

17 The director shall biennially prepare a budget request based on the
18 anticipated costs of administering the health professions licensing
19 activities of the department which shall include the estimated income
20 from health professions fees.

21 **Sec. 20.** RCW 74.18.230 and 1985 c 97 s 2 and 1985 c 57 s 72 are
22 each reenacted and amended to read as follows:

23 (1) There is established in the state treasury an account known as
24 the business enterprises revolving account.

25 (2) The net proceeds from any vending machine operation in a public
26 building, other than an operation managed by a licensee, shall be made
27 payable to the business enterprises revolving fund. Net proceeds, for
28 purposes of this section, means the gross amount received less the

1 costs of the operation, including a fair minimum return to the vending
2 machine owner, which return shall not exceed a reasonable amount to be
3 determined by the department.

4 (3) All moneys in the business enterprises revolving fund shall be
5 expended only for development and expansion of locations, equipment,
6 management services, and payments to licensees in the business
7 enterprises program.

8 (4) The business enterprises program shall be supported by the
9 business enterprises revolving fund and by income which may accrue to
10 the department pursuant to the federal Randolph-Sheppard Act.

11 (5) Vocational rehabilitation funds may be spent in connection with
12 the business enterprises program for training persons to become
13 licensees and for other services that are required to complete an
14 individual written rehabilitation program.

15 ~~((6) All earnings of investments of balances in the business
16 enterprises revolving account shall be credited to the business
17 enterprises revolving account.))~~

18 **Sec. 21.** RCW 18.04.105 and 1986 c 295 s 6 are each amended to read
19 as follows:

20 (1) The certificate of "certified public accountant" shall be
21 granted by the board to any person:

22 (a) Who is of good character. Good character, for purposes of this
23 section, means lack of a history of dishonest or felonious acts. The
24 board may refuse to grant a certificate on the ground of failure to
25 satisfy this requirement only if there is a substantial connection
26 between the lack of good character of the applicant and the
27 professional responsibilities of a licensee and if the finding by the
28 board of lack of good character is supported by a preponderance of
29 evidence. When an applicant is found to be unqualified for a

1 certificate because of a lack of good character, the board shall
2 furnish the applicant a statement containing the findings of the board
3 and a notice of the applicant's right of appeal;

4 (b) Who has met such educational standards established by rule as
5 the board determines to be appropriate; and

6 (c) Who has passed a written examination in accounting, auditing,
7 and related subjects the board determines to be appropriate.

8 (2) The examination described in subsection (1)(c) of this section
9 shall be held by the board and shall take place as often as the board
10 determines to be desirable, but at least once a year. The board may
11 use all or any part of the examination or grading service of the
12 American Institute of Certified Public Accountants or National
13 Association of State Boards of Accountancy to assist it in performing
14 its duties under this chapter.

15 (3) The board may, by rule, provide for granting credit to a person
16 for satisfactory completion of a written examination in any one or more
17 of the subjects specified in subsection (1)(c) of this section given by
18 the licensing authority in any other state. These rules shall include
19 requirements the board determines to be appropriate in order that any
20 examination approved as a basis for any credit shall, in the judgment
21 of the board, be at least as thorough as the most recent examination
22 given by the board at the time credit is granted.

23 (4) The board may, by rule, prescribe the terms and conditions
24 under which a person who passes the examination in one or more of the
25 subjects indicated in subsection (1)(c) of this section may be
26 reexamined in only the remaining subjects, giving credit for the
27 subjects previously passed. It may also provide by rule for a
28 reasonable waiting period for a person's reexamination in a subject he
29 or she has failed. A person is entitled to any number of

1 reexaminations, subject to this subsection and any other rules adopted
2 by the board.

3 (5) A person passing the examination in any one or more subjects
4 specified in subsection (1)(c) of this section shall meet the
5 educational requirements of subsection (1)(b) of this section in effect
6 on the date the person successfully completes the requirements of
7 subsection (1)(c) of this section. The board may provide, by rule, for
8 exceptions to prevent what it determines to be undue hardship to
9 applicants.

10 (6) The board shall charge each applicant an examination fee for
11 the initial examination under subsection (1) of this section, or for
12 reexamination under subsection (4) of this section for each subject in
13 which the applicant
14 is reexamined. The applicable fee shall be paid by the person at the
15 time he or she applies for examination, reexamination, or evaluation of
16 educational qualifications. Fees for examination, reexamination, or
17 evaluation of educational qualifications shall be determined by the
18 board under chapter 18.04 RCW. There is established in the state
19 treasury an account to be known as the certified public accountants'
20 account. All fees received from candidates to take any or all sections
21 of the certified public accountant examination shall be used only for
22 costs related to the examination. ~~((All earnings of investments of
23 balances in the certified public accountants' account shall be credited
24 to the general fund.))~~

25 (7) Persons who on June 30, 1986, held certified public accountant
26 certificates previously issued under the laws of this state shall not
27 be required to obtain additional certificates under this chapter, but
28 shall otherwise be subject to this chapter. Certificates previously
29 issued shall, for all purposes, be considered certificates issued under
30 this chapter and subject to its provisions.

1 (8) Persons who held qualifications as licensed public accountants
2 but who do not hold annual permits to practice on July 1, 1983, are not
3 entitled to engage in the practice of public accounting under this
4 chapter. No person shall use the term "licensed public accountant" or
5 the designation "LPA."

6 (9) A certificate of a "certified public accountant" under this
7 chapter is issued on a biennial basis with renewal subject to
8 requirements of continuing professional education and payment of fees,
9 prescribed by the board.

10 (10) The board shall adopt rules providing for continuing
11 professional education for certified public accountants. The rules
12 shall:

13 (a) Provide that a certified public accountant holding a
14 certificate on July 1, 1986, shall verify to the board that he or she
15 has completed at least ten days or an accumulation of eighty hours of
16 continuing professional education during the last two-year period to
17 maintain the certificate;

18 (b) Establish continuing professional education requirements;

19 (c) Establish when newly certificated public accountants shall
20 verify that they have completed the required continuing professional
21 education; and

22 (d) Establish proceedings for revocation, suspension, and
23 reinstatement of certificates for failure to meet the continuing
24 professional education requirement.

25 (11) Failure to furnish verification of the completion of the
26 continuing professional education requirement constitutes grounds for
27 revocation, suspension, or failure to renew the certificate, unless the
28 board determines that the failure was due to reasonable cause or
29 excusable neglect.

1 **Sec. 22.** RCW 43.79.445 and 1986 c 31 s 2 are each amended to read
2 as follows:

3 There is established an account in the state treasury referred to
4 as the "death investigations' account" which shall exist for the
5 purpose of receiving, holding, investing, and disbursing funds
6 appropriated or provided in section 20, chapter 16, Laws of 1983 1st
7 ex. sess. and any moneys appropriated or otherwise provided thereafter.
8 ~~((All earnings of investments of balances in the death investigations'~~
9 ~~account shall be credited to the general fund.))~~

10 Moneys in the death investigations' account shall be disbursed by
11 the state treasurer once every year on December 31 and at any other
12 time determined by the treasurer. The ~~((above-mentioned entities and~~
13 ~~individuals))~~ Washington state patrol, board on prosecutor training
14 standards and education, death investigation council, state toxicology
15 laboratory, county coroners, and medical examiners may submit billings
16 to the state treasurer prior to December 31. The University of
17 Washington may also submit billings for amounts not to exceed thirty-
18 five thousand dollars per twelve-month period for the fellowship
19 program in forensic pathology under RCW 28B.20.426 and the state
20 treasurer shall make such payments for the fellowship program in
21 forensic pathology under RCW 28B.20.426.

22 **Sec. 23.** RCW 47.76.030 and 1990 c 43 s 11 are each amended to read
23 as follows:

24 (1) The essential rail assistance account is hereby created in the
25 state treasury. Moneys in the account may be appropriated only for the
26 purposes specified in this section.

27 (2) Moneys appropriated from the account to the department of
28 transportation may be distributed by the department to first class
29 cities, county rail districts and port districts for the purpose of:

1 (a) Acquiring, maintaining, or improving branch rail lines;
2 (b) Operating railroad equipment necessary to maintain essential
3 rail service;
4 (c) Construction of transloading facilities to increase business on
5 light density lines or to mitigate the impacts of abandonment; or
6 (d) Preservation, including operation, of viable light density
7 lines, as identified by the Washington state department of
8 transportation, in compliance with this chapter.

9 (3) First class cities, county rail districts and port districts
10 may grant franchises to private railroads for the right to operate on
11 lines acquired, repaired, or improved under this chapter.

12 (4) If rail lines or rail rights of way are used by county rail
13 districts, port districts, state agencies, or other public agencies for
14 the purposes of rail operations and are later abandoned, the rail lines
15 or rail rights of way cannot be used for any other purposes without the
16 consent of the underlying fee title holder or reversionary rights
17 holder, or compensation has been made to the underlying fee title
18 holder or reversionary rights holder.

19 (5) Moneys distributed under subsection (2) of this section shall
20 not exceed eighty percent of the cost of the service or project
21 undertaken. At least twenty percent of the cost shall be provided by
22 the first class city, county, port district, or other local sources.

23 (6) The amount distributed under this section shall be repaid to
24 the state by the first class city, county rail district or port
25 district. The repayment shall occur within a period not longer than
26 fifteen years, as set by the department, of the distribution of the
27 moneys and shall be deposited in the essential rail assistance account.
28 The repayment schedule and rate of interest, if any, shall be set at
29 the time of the distribution of the moneys.

1 (~~(7) All earnings of investments of balances in the essential rail~~
2 ~~assistance account shall be credited to that account except as provided~~
3 ~~in RCW 43.84.090 and 43.84.092.~~)

4 **Sec. 24.** RCW 43.51.200 and 1985 c 57 s 33 are each amended to read
5 as follows:

6 (1) Any lands owned by the state parks and recreation commission,
7 which are determined to be surplus to the needs of the state for
8 development for state park purposes and which the commission proposes
9 to deed to a local government or other entity, shall be accompanied by
10 a clause requiring that if the land is not used for outdoor recreation
11 purposes, ownership of the land shall revert to the state parks and
12 recreation commission.

13 (2) The state parks and recreation commission, in cases where land
14 subject to such a reversionary clause is proposed for use or disposal
15 for purposes other than recreation, shall require that, if the land is
16 surplus to the needs of the commission for park purposes at the time
17 the commission becomes aware of its proposed use for nonrecreation
18 purposes, the holder of the land or property shall reimburse the
19 commission for the release of the reversionary interest in the land.
20 The reimbursement shall be in the amount of the fair market value of
21 the reversionary interest as determined by a qualified appraiser
22 agreeable to the commission. Appraisal costs shall be borne by the
23 local entity which holds title to the land.

24 (3) Any funds generated under a reimbursement under this section
25 shall be deposited in the parkland acquisition account which is hereby
26 created in the state treasury. Moneys in this account are to be used
27 solely for the purchase or acquisition of property for use as state
28 park property by the commission, as directed by the legislature; all
29 such funds shall be subject to legislative appropriation. (~~All~~

1 ~~earnings of investments of balances in the parkland acquisition account~~
2 ~~shall be credited to the general fund.))~~

3 **Sec. 25.** RCW 86.26.007 and 1986 c 46 s 1 are each amended to read
4 as follows:

5 The flood control assistance account is hereby established in the
6 state treasury. At the beginning of each biennium (~~after June 30,~~
7 ~~1985,~~) the state treasurer shall transfer from the general fund to the
8 flood control assistance account an amount of money which, when
9 combined with money remaining in the account from the previous
10 biennium, will equal four million dollars. Moneys in the flood control
11 assistance account may be spent only after appropriation for purposes
12 specified under this chapter. (~~All earnings of investments of balances~~
13 ~~in the flood control assistance account shall be credited to the~~
14 ~~general fund.))~~

15 **Sec. 26.** RCW 43.08.250 and 1985 c 57 s 27 are each amended to read
16 as follows:

17 The money received by the state treasurer from fees, fines,
18 forfeitures, penalties, reimbursements or assessments by any court
19 organized under Title 3 or 35 RCW, or chapter 2.08 RCW, shall be
20 deposited in the public safety and education account which is hereby
21 created in the state treasury. The legislature shall appropriate the
22 funds in the account to promote traffic safety education, highway
23 safety, criminal justice training, crime victims' compensation,
24 judicial education, the judicial information system, winter recreation
25 parking, and state game programs. (~~All earnings of investments of~~
26 ~~balances in the public safety and education account shall be credited~~
27 ~~to the general fund.))~~

1 **Sec. 27.** RCW 84.33.041 and 1985 c 57 s 87 are each amended to read
2 as follows:

3 (1) An excise tax is imposed on every person engaging in this state
4 in business as a harvester of timber on privately or publicly owned
5 land. The tax is equal to the stumpage value of timber harvested for
6 sale or for commercial or industrial use multiplied by the rate
7 provided in this chapter.

8 (2) A credit is allowed against the tax imposed under this section
9 for any tax paid under RCW 84.33.051.

10 (3) Moneys received as payment for the tax imposed under this
11 section and RCW 84.33.051 shall be deposited in the timber tax
12 distribution account hereby established in the state treasury.

13 ~~((4) All earnings of investments of balances in the timber tax
14 distribution account shall be credited to the general fund.))~~

15 **Sec. 28.** RCW 43.31A.400 and 1981 c 76 s 4 are each amended to read
16 as follows:

17 The economic assistance authority established by section 2, chapter
18 117, Laws of 1972 ex. sess. as amended by section 111, chapter 34, Laws
19 of 1975-'76 2nd ex. sess. is abolished, effective June 30, 1982. Any
20 remaining duties of the economic assistance authority are transferred
21 to the department of revenue on that date. The public facilities
22 construction loan and grant revolving account within the state treasury
23 is continued to service the economic assistance authority's loans.

24 **Sec. 29.** RCW 70.94.656 and 1990 c 113 s 1 are each amended to read
25 as follows:

26 It is hereby declared to be the policy of this state that strong
27 efforts should be made to minimize adverse effects on air quality from
28 the open burning of field and turf grasses grown for seed. To such end

1 this section is intended to promote the development of economical and
2 practical alternate agricultural practices to such burning, and to
3 provide for interim regulation of such burning until practical
4 alternates are found.

5 (1) The department shall approve of a study or studies for the
6 exploration and identification of economical and practical alternate
7 agricultural practices to the open burning of field and turf grasses
8 grown for seed. Prior to the issuance of any permit for such burning
9 under RCW 70.94.650, there shall be collected a fee not to exceed fifty
10 cents per acre of crop to be burned. Any such fees received by any
11 authority shall be transferred to the department of ecology. The
12 department of ecology shall deposit all such acreage fees in a special
13 grass seed burning research account, hereby created, in the state
14 treasury. (~~All earnings of investments of balances in the special
15 grass seed burning research account shall be credited to the general
16 fund.~~) The department shall allocate moneys annually from this account
17 for the support of any approved study or studies as provided for in
18 this subsection. For the conduct of any such study or studies, the
19 department may contract with public or private entities: PROVIDED,
20 That whenever the department of ecology shall conclude that sufficient
21 reasonably available alternates to open burning have been developed,
22 and at such time as all costs of any studies have been paid, the grass
23 seed burning research account shall be dissolved, and any money
24 remaining therein shall revert to the general fund.

25 (2) Whenever on the basis of information available to it, the
26 department after public hearings have been conducted wherein testimony
27 will be received and considered from interested parties wishing to
28 testify shall conclude that any procedure, program, technique, or
29 device constitutes a practical alternate agricultural practice to the
30 open burning of field or turf grasses grown for seed, the department

1 shall, by order, certify approval of such alternate. Thereafter, in
2 any case which any such approved alternate is reasonably available, the
3 open burning of field and turf grasses grown for seed shall be
4 disallowed and no permit shall issue therefor.

5 (3) Until approved alternates become available, the department or
6 the authority may limit the number of acres on a pro rata basis among
7 those affected for which permits to
8 burn will be issued in order to effectively control emissions from this
9 source.

10 (4) Permits issued for burning of field and turf grasses may be
11 conditioned to minimize emissions insofar as practical, including
12 denial of permission to burn during periods of adverse meteorological
13 conditions.

14 **Sec. 30.** RCW 18.43.150 and 1985 c 57 s 5 are each amended to read
15 as follows:

16 All fees collected under the provisions of RCW 18.43.050, 18.43.080
17 and 18.43.130 shall be divided and twenty percent paid into the state
18 general fund and eighty percent paid into the professional engineers'
19 account, which account is hereby established in the state treasury to
20 be used to carry out the purposes and provisions of RCW 18.43.050,
21 18.43.060, 18.43.080, 18.43.100, 18.43.110, 18.43.120, 18.43.130,
22 18.43.140 and all other duties required for operation and enforcement
23 of this chapter. (~~All earnings of investments of balances in the
24 professional engineers' account shall be credited to the general
25 fund.~~)

26 **Sec. 31.** RCW 75.52.140 and 1989 c 85 s 7 are each amended to read
27 as follows:

1 In order to provide operation and maintenance funds for the
2 facility authorized by RCW 75.52.100 through 75.52.160, the utility
3 shall place two million five hundred thousand dollars in the state
4 general fund Cedar river channel construction and operation account
5 herein created. (~~The interest from the fund shall be used for~~
6 ~~operation and maintenance of the spawning channel and any unused~~
7 ~~interest shall be added to the fund to increase the principal to cover~~
8 ~~possible future operation cost increases. The state treasurer may~~
9 ~~invest funds from the account as provided by law.))~~

10 **Sec. 32.** RCW 51.44.170 and 1990 c 204 s 2 are each amended to read
11 as follows:

12 The industrial insurance premium refund account is created in the
13 state treasury. All industrial insurance refunds earned by state
14 agencies or institutions of higher education under the state fund
15 retrospective rating program shall be deposited into the account.
16 (~~Interest on the moneys in the account shall be deposited into the~~
17 ~~general fund.)) Moneys in the account may be spent only after
18 appropriation. No agency or institution of higher education may
19 receive an appropriation for an amount greater than the refund earned
20 by the agency. Expenditures from the account may be used for any
21 program within an agency or institution of higher education, but
22 preference shall be given to programs that promote or provide
23 incentives for employee safety and early, appropriate return-to-work
24 for injured employees.~~

25 **Sec. 33.** RCW 82.14.310 and 1990 2nd ex.s. c 1 s 102 are each
26 amended to read as follows:

1 (1) The county criminal justice assistance account is created in
2 the state treasury. The account shall consist of all motor vehicle
3 excise tax receipts deposited into the account under chapter 82.44 RCW.

4 (2) The moneys deposited in the county criminal justice assistance
5 account for distribution under this section shall be distributed at
6 such times as distributions are made under RCW 82.44.150 and on the
7 relative basis of each county's funding factor as determined under this
8 subsection.

9 (a) A county's funding factor is the sum of:

10 (i) The population of the county, divided by one thousand, and
11 multiplied by two-tenths;

12 (ii) The crime rate of the county, multiplied by three-tenths; and

13 (iii) The annual number of criminal cases filed in the county
14 superior court, for each one thousand in population, multiplied by
15 five-tenths.

16 (b) Under this section and RCW 82.14.320 and 82.14.330:

17 (i) The population of the county or city shall be as last
18 determined by the office of financial management;

19 (ii) The crime rate of the county or city is the annual occurrence
20 of specified criminal offenses, as calculated in the most recent annual
21 report on crime in Washington state as published by the Washington
22 association of sheriffs and police chiefs, for each one thousand in
23 population;

24 (iii) The annual number of criminal cases filed in the county
25 superior court shall be determined by the most recent annual report of
26 the courts of Washington, as published by the office of the
27 administrator for the courts(~~(-)~~);

28 (iv) Distributions and eligibility for distributions in the 89-91
29 biennium shall be based on 1988 figures for both the crime rate as
30 described under (ii) of this subsection and the annual number of

1 criminal cases that are filed as described under (iii) of this
2 subsection. Future distributions shall be based on the most recent
3 figures for both the crime rate as described under (ii) of this
4 subsection and the annual number of criminal cases that are filed as
5 described under (iii) of this subsection.

6 (3) Moneys distributed under this section shall be expended
7 exclusively for criminal justice purposes and shall not be used to
8 replace or supplant existing funding.

9 (4) All earnings of investments of balances in the county criminal
10 justice assistance account, less the allocation to the state
11 treasurer's service account under RCW 43.08.190, shall be credited to
12 the county criminal justice assistance account.

13 (5) This section expires January 1, 1994.

14 **Sec. 34.** RCW 82.14.320 and 1990 2nd ex.s. c 1 s 104 are each
15 amended to read as follows:

16 (1) The municipal criminal justice assistance account is created in
17 the state treasury. The account shall consist of all motor vehicle
18 excise tax receipts deposited into the account under chapter 82.44 RCW.

19 (2) No city may receive a distribution under this section from the
20 municipal criminal justice assistance account unless:

21 (a) The city has a crime rate in excess of one hundred twenty-five
22 percent of the state-wide average as calculated in the most recent
23 annual report on crime in Washington state as published by the
24 Washington association of sheriffs and police chiefs;

25 (b) The city has levied the tax authorized in RCW 82.14.030(2) at
26 the maximum rate or the tax authorized in RCW 82.46.010(2) at the
27 maximum rate; and

28 (c) The city has a per capita yield from the tax imposed under RCW
29 82.14.030(1) at the maximum rate of less than one hundred fifty percent

1 of the state-wide average per capita yield for all cities from such
2 local sales and use tax.

3 (3) The moneys deposited in the municipal criminal justice
4 (~~assistance~~) assistance account for distribution under this section
5 shall be distributed at such times as distributions are made under RCW
6 82.44.150. The distributions shall be made as follows:

7 (a) Thirty percent of the moneys shall be distributed ratably based
8 on population as last determined by the office of financial management
9 to those cities eligible under subsection (2) of this section that have
10 a crime rate determined under subsection (2)(a) of this section which
11 is greater than two times the state-wide average crime rate. No city
12 may receive more than fifty percent of any moneys distributed under
13 this subsection (a).

14 (b) The remainder of the moneys shall be distributed to all cities
15 eligible under subsection (2) of this section ratably based on
16 population as last determined by the office of financial management.

17 (4) No city may receive more than thirty percent of all moneys
18 distributed under subsection (3) of this section.

19 (5) Moneys distributed under this section shall be expended
20 exclusively for criminal justice purposes and shall not be used to
21 replace or supplant existing funding.

22 (6) All earnings of investments of balances in the municipal
23 criminal justice assistance account, less the allocation to the state
24 treasurer's service account under RCW 43.08.190, shall be credited to
25 the municipal criminal justice assistance account.

26 (7) This section expires January 1, 1994.

27 **Sec. 35.** RCW 76.04.630 and 1989 c 362 s 2 and 1989 c 175 s 162 are
28 each reenacted and amended to read as follows:

1 There is created a landowner contingency forest fire suppression
2 account (~~which shall be a separate account~~) in the state treasury.
3 Moneys in the account may be spent only as provided in this section.
4 Disbursements from the account shall be on authorization of the
5 commissioner of public lands or the commissioner's designee. The
6 account is subject to the allotment procedure provided under chapter
7 43.88 RCW, but no appropriation is required for disbursements.

8 The department may expend from this account such amounts as may be
9 available and as it considers appropriate for the payment of emergency
10 fire costs resulting from a participating landowner fire. The
11 department may, when moneys are available from the landowner
12 contingency forest fire suppression account, expend moneys for
13 summarily abating, isolating, or reducing an extreme fire hazard under
14 RCW 76.04.660. All moneys recovered as a result of the department's
15 actions, from the owner or person responsible, under RCW 76.04.660
16 shall be deposited in the landowner contingency forest fire suppression
17 account.

18 When a determination is made that the fire was started by other
19 than a landowner operation, moneys expended from this account in the
20 suppression of such fire shall be recovered from such general fund
21 appropriations as may be available for emergency fire suppression
22 costs. The department shall deposit in the landowner contingency
23 forest fire suppression account any moneys paid out of the account
24 which are later recovered, less reasonable costs of recovery.

25 This account shall be established and renewed by a special forest
26 fire suppression account assessment paid by participating landowners at
27 a rate to be established by the department, but not to exceed fifteen
28 cents per acre per year for such period of years as may be necessary to
29 establish and thereafter reestablish a balance in the account of three
30 million dollars. The department may establish a minimum assessment for

1 ownership parcels identified in RCW 76.04.610 as paying the minimum
2 assessment. The maximum assessment for these parcels shall not exceed
3 the fees levied on a thirty-acre parcel. There shall be no assessment
4 on each parcel of privately owned lands of less than two acres. The
5 assessments may differ to equitably distribute the assessment based on
6 emergency fire suppression cost experience necessitated by landowner
7 operations. Amounts assessed for this account shall be a lien upon the
8 forest lands with respect to which the assessment is made and may be
9 collected as directed by the department in the same manner as forest
10 protection assessments. ~~((This account shall be held by the state
11 treasurer, who is authorized to invest so much of the account as is not
12 necessary to meet current needs. Any interest earned on moneys from
13 the account shall be deposited in and remain a part of the account and
14 shall be computed as part of same in determining the balance thereof.
15 Interfund loans to and from this account are authorized at the current
16 rate of interest as determined by the state treasurer, provided that
17 the effect of the loan is considered for purposes of determining the
18 assessments.))~~ Payment of emergency costs from this account shall in
19 no way restrict the right of the department to recover costs pursuant
20 to RCW 76.04.495 or other laws.

21 When the department determines that a forest fire was started in
22 the course of or as a result of a landowner operation, it shall notify
23 the forest fire advisory board of the determination. The determination
24 shall be final, unless, within ninety days of the notification, the
25 forest fire advisory board or any interested party serves a request for
26 a hearing before the department. The hearing shall constitute an
27 adjudicative proceeding under chapter 34.05 RCW, the administrative
28 procedure act, and any appeal shall be in accordance with RCW
29 34.05.510 through 34.05.598.

1 **Sec. 36.** RCW 43.33A.160 and 1985 c 57 s 32 are each amended to
2 read as follows:

3 (1) The state investment board shall be funded from the earnings of
4 the funds managed by the state investment board, proportional to the
5 value of the assets of each fund, subject to legislative appropriation.

6 (2) There is established in the state treasury a state investment
7 board expense account from which shall be paid the operating expenses
8 of the state investment board. Prior to November 1 of each even-
9 numbered year, the state investment board shall determine and certify
10 to the state treasurer and the office of financial management the value
11 of the various funds managed by the investment board in order to
12 determine the proportional liability of the funds for the operating
13 expenses of the state investment board. Pursuant to appropriation, the
14 state treasurer is authorized to transfer such moneys from the various
15 funds managed by the investment board to the state investment board
16 expense account as are necessary to pay the operating expenses of the
17 investment board. ~~((All earnings of investments of balances in the
18 state investment board expense account shall be credited to the state
19 investment board expense account.))~~

20 **Sec. 37.** RCW 43.83B.360 and 1985 c 57 s 46 are each amended to
21 read as follows:

22 ~~((At the time the state finance committee determines to issue such
23 bonds authorized in RCW 43.83B.300, and 43.83B.355 through 43.83B.375
24 or a portion thereof, it may, pending the issuance thereof, issue in
25 the name of the state, temporary notes in anticipation of the money to
26 be derived from the sale of the bonds, which notes shall be designated
27 as "bond anticipation notes".))~~ The proceeds from the sale of bonds
28 ~~((and notes))~~ authorized by RCW 43.83B.300, and 43.83B.355 through
29 43.83B.375 shall be deposited in the state emergency water projects

1 revolving account, hereby created in the state treasury, and shall be
2 used exclusively for the purposes specified in RCW 43.83B.300, and
3 43.83B.355 through 43.83B.375 and for the payment of expenses incurred
4 in the issuance and sale of such bonds (~~(and notes: PROVIDED, That~~
5 ~~such portion of the proceeds of the sale of such bonds as may be~~
6 ~~required for the payment of the principal and interest on such~~
7 ~~anticipation notes as have been issued, shall be deposited in the state~~
8 ~~emergency water projects bond redemption fund of 1977 in the state~~
9 ~~treasury created by RCW 43.83B.370. All earnings of investments of~~
10 ~~balances in the state emergency water projects revolving account shall~~
11 ~~be credited to the general fund)).~~

12 **Sec. 38.** RCW 82.14.050 and 1990 2nd ex.s. c 1 s 201 are each
13 amended to read as follows:

14 The counties, cities, and transportation authorities under RCW
15 82.14.045 shall contract, prior to the effective date of a resolution
16 or ordinance imposing a sales and use tax, the administration and
17 collection to the state department of revenue, which shall deduct a
18 percentage amount, as provided by contract, not to exceed two percent
19 of the taxes collected for administration and collection expenses
20 incurred by the department. The remainder of any portion of any tax
21 authorized by this chapter which is collected by the department of
22 revenue shall be deposited by the state department of revenue in the
23 local sales and use tax account hereby created in the state treasury.
24 Moneys in the local sales and use tax account may be spent only for
25 distribution to counties, cities, and transportation authorities
26 imposing a sales and use tax. All administrative provisions in
27 chapters 82.03, 82.08, 82.12, and 82.32 RCW, as they now exist or may
28 hereafter be amended, shall, insofar as they are applicable to state
29 sales and use taxes, be applicable to taxes imposed pursuant to this

1 chapter. All earnings of investments of balances in the local sales
2 and use tax account shall be credited to the local sales and use tax
3 account and distributed to the counties, cities, and transportation
4 authorities monthly. However, the earnings credited to the local sales
5 and use tax account shall be subject to the allocation to the state
6 treasurer's service account pursuant to RCW 43.08.190.

7 **Sec. 39.** RCW 79.24.060 and 1985 c 57 s 77 are each amended to read
8 as follows:

9 The proceeds of such sale of capitol building lands, or the timber
10 or other materials shall be paid into the capitol building construction
11 account which is hereby established in the state treasury to be used as
12 in *this act provided. All earnings of investments of balances in the
13 capitol building construction account less the allocation to the state
14 treasurer's service account under RCW 43.08.190, shall be credited to
15 the capitol building construction account. All contracts for the
16 construction of capitol buildings shall be let after notice for
17 proposals or bids have been advertised for at least four consecutive
18 weeks in at least three newspapers of general circulation throughout
19 the state.

20 **Sec. 40.** RCW 43.19.610 and 1986 c 312 s 902 are each amended to
21 read as follows:

22 There is hereby established in the state treasury an account to be
23 known as the motor transport account into which shall be paid all
24 moneys, funds, proceeds, and receipts as provided in RCW 43.19.615 and
25 as may otherwise be provided by law. Disbursements therefrom shall be
26 made in accordance with the provisions of RCW 43.19.560 through
27 43.19.630, 43.41.130 and 43.41.140 as authorized by the director or
28 ((his)) a duly authorized representative and as may be provided by law.

1 ~~((All earnings of investments of balances in the motor transport~~
2 ~~account shall be credited to the general fund.~~

3 ~~The state treasurer shall transfer to the general fund two million~~
4 ~~dollars from the motor transport account on or before June 30, 1987.))~~

5 **Sec. 41.** RCW 27.34.090 and 1985 c 57 s 7 are each amended to read
6 as follows:

7 All moneys in the state capitol historical museum association
8 account hereby created in the state treasury and any moneys
9 appropriated from that account, shall be expended for the purposes of
10 the state capital historical association museum as determined by a
11 majority of the governing board of the state capital historical
12 association. ~~((All earnings of investments of balances in the state~~
13 ~~capitol historical association museum account shall be credited to the~~
14 ~~general fund.))~~

15 **Sec. 42.** RCW 82.42.090 and 1985 c 57 s 86 are each amended to read
16 as follows:

17 All moneys collected by the director from the aircraft fuel excise
18 tax as provided in RCW 82.42.020 shall be transmitted to the state
19 treasurer and shall be credited to the aeronautics account hereby
20 created in the state treasury. Moneys collected from the consumer or
21 user of aircraft fuel from either the use tax imposed by RCW 82.12.020
22 or the retail sales tax imposed by RCW 82.08.020 shall be transmitted
23 to the state treasurer and credited to the state general fund. ~~((All~~
24 ~~earnings of investments of balances in the aeronautics account shall be~~
25 ~~credited to the general fund.))~~

26 **Sec. 43.** RCW 47.68.236 and 1985 c 57 s 63 are each amended to read
27 as follows:

1 There is hereby created in the state treasury an account to be
2 known as the aircraft search and rescue, safety, and education account.
3 All moneys received by the department under RCW 47.68.233 shall be
4 deposited in such account. (~~All earnings of investments of balances~~
5 ~~in the aircraft search and rescue, safety, and education account shall~~
6 ~~be credited to the general fund.~~)

7 **Sec. 44.** RCW 79.64.055 and 1967 ex.s. c 63 s 3 are each amended to
8 read as follows:

9 Interest earned by (~~trust~~) moneys in the resource management cost
10 account shall be (~~deemed trust income to be apportioned according to~~
11 ~~the source and paid into the appropriate fund in the state treasury.~~
12 ~~Interest earned by other than trust moneys shall be~~) paid into the
13 (~~general fund of the state treasury~~) resource management cost
14 account. However, all the earnings of the resource management cost
15 account shall be subject to the allocation to the state treasurer's
16 service account pursuant to RCW 43.08.190.

17 **Sec. 45.** RCW 43.79.201 and 1985 c 57 s 37 are each amended to read
18 as follows:

19 (~~All moneys in the state treasury to the credit of that fund now~~
20 ~~denoted as the C.E.P. & R.I. fund on and after March 20, 1961, and all~~
21 ~~moneys thereafter paid into the state treasury for or to the credit of~~
22 ~~such fund shall be and are hereby transferred to and placed in~~) The
23 charitable, educational, penal and reformatory institutions account, is
24 hereby created, in the state treasury, into which (fund) account
25 there shall (also) be deposited all moneys arising from the sale,
26 lease or transfer of the land granted by the United States government
27 to the state for charitable, educational, penal and reformatory
28 institutions by section 17 of the enabling act, or otherwise set apart

1 for such institutions, except all moneys arising from the sale, lease,
2 or transfer of that certain one hundred thousand acres of such land
3 assigned for the support of the University of Washington by chapter 91,
4 Laws of 1903 and section 9, chapter 122, Laws of 1893. All earnings of
5 investments of balances in the charitable, educational, penal and
6 reformatory institutions account shall be credited to the (~~general~~
7 ~~fund~~) charitable, educational, penal, and reformatory institutions
8 account, less the allocation to the state treasurer's service account
9 pursuant to RCW 43.08.190.

10 **Sec. 46.** RCW 70.93.180 and 1985 c 57 s 68 are each amended to read
11 as follows:

12 There is hereby created an account within the state treasury to be
13 known as the "litter control account". All assessments, fines, bail
14 forfeitures, and other funds collected or received pursuant to this
15 chapter shall be deposited in the litter control account and used for
16 the administration and implementation of this chapter except as
17 required to be otherwise distributed under RCW 70.93.070. (~~All~~
18 ~~earnings of investments of balances in the litter control account shall~~
19 ~~be credited to the general fund.~~)

20 **Sec. 47.** RCW 46.08.172 and 1988 ex.s. c 2 s 901 are each amended
21 to read as follows:

22 There is hereby established an account in the state treasury to be
23 known as the "state capitol vehicle parking account". The director of
24 the department of general administration shall establish an equitable
25 and consistent employee parking rental fee for state owned or leased
26 property, effective July 1, 1988. All fees shall take into account the
27 market rate of comparable privately owned rental parking, as determined
28 by the director. All unpledged parking rental income collected by the

1 department of general administration from rental of parking space on
2 the capitol grounds and the east capitol site shall be deposited in the
3 "state capitol vehicle parking account". (~~(All earnings of investments~~
4 ~~of balances in the state capitol vehicle parking account shall be~~
5 ~~credited to the general fund.)~~)

6 The "state capitol vehicle parking account" shall be used to pay
7 costs incurred in the operation, maintenance, regulation and
8 enforcement of vehicle parking and parking facilities at the state
9 capitol.

10 **Sec. 48.** RCW 43.99.040 and 1985 c 57 s 53 are each amended to read
11 as follows:

12 There is created the marine fuel tax refund account in the state
13 treasury. (~~(All earnings of investments of balances in the marine fuel~~
14 ~~tax refund account shall be credited to the general fund.)~~) From time
15 to time, but at least once each biennium, the director of licensing
16 shall request the state treasurer to refund from the motor vehicle fund
17 amounts which have been determined to be tax on marine fuel. The state
18 treasurer shall refund such amounts and place them in the marine fuel
19 tax refund account to be held for those entitled thereto pursuant to
20 chapter 82.36 RCW and RCW 43.99.050, except that he shall not refund
21 and place in the marine fuel tax refund account for any period for
22 which a determination has been made pursuant to RCW 43.99.030 more than
23 the greater of the following amounts: (1) An amount equal to two
24 percent of all moneys paid to him as motor vehicle fuel tax for such
25 period, (2) an amount necessary to meet all approved claims for refund
26 of tax on marine fuel for such period.

27 **Sec. 49.** RCW 43.83A.030 and 1985 c 57 s 44 are each amended to
28 read as follows:

1 The proceeds from the sale of bonds authorized by this chapter
2 (~~and any interest earned on the interim investment of such proceeds,~~)
3 shall be deposited in the state and local improvements revolving
4 account hereby created in the state treasury and shall be used
5 exclusively for the purpose specified in this chapter and for payment
6 of the expenses incurred in the issuance and sale of the bonds.

7 **Sec. 50.** RCW 43.99F.030 and 1985 c 57 s 56 are each amended to
8 read as follows:

9 The proceeds from the sale of bonds authorized by this chapter
10 shall be deposited in the state and local improvements revolving
11 account, Waste Disposal Facilities, 1980 hereby created in the state
12 treasury and shall be used exclusively for the purpose specified in
13 this chapter and for payment of the expenses incurred in the issuance
14 and sale of the bonds. (~~All earnings of investments of balances of
15 such account shall be credited to the state and local improvements
16 revolving account, Waste Disposal Facilities, 1980.~~)

17 **Sec. 51.** RCW 28B.10.851 and 1985 c 57 s 11 are each amended to
18 read as follows:

19 The proceeds from the sale of the bonds authorized herein, together
20 with all grants, donations, transferred funds and all other moneys
21 which the state finance committee may direct the state treasurer to
22 deposit therein shall be deposited in the state higher education
23 construction account hereby created in the state treasury. (~~All
24 earnings of investments of balances in the state higher education
25 construction account shall be credited to the general fund.~~)

26 **Sec. 52.** RCW 43.83.020 and 1987 1st ex.s. c 3 s 9 are each amended
27 to read as follows:

1 The proceeds from the sale of the bonds authorized herein shall be
2 deposited in the state building construction account which is hereby
3 established in the state treasury and shall be used exclusively for the
4 purposes of carrying out the provisions of the capital appropriation
5 acts, and for payment of the expense incurred in the printing,
6 issuance, and sale of such bonds. (~~All earnings of investments of~~
7 ~~balances in the state building construction account shall be credited~~
8 ~~to the general fund.~~)

9 **Sec. 53.** RCW 28B.50.360 and 1985 c 390 s 56 and 1985 c 57 s 16
10 are each reenacted and amended to read as follows:

11 (~~There is hereby created in the state treasury a community college~~
12 ~~bond retirement fund.~~) Within thirty-five days from the date of start
13 of each quarter all building fees of each such community college shall
14 be paid into the state treasury, and shall be credited as follows:

15 (1) On or before June 30th of each year the college board if
16 issuing bonds payable out of building fees shall certify to the state
17 treasurer the amounts required in the ensuing twelve-month period to
18 pay and secure the payment of the principal of and interest on such
19 bonds. The state treasurer shall thereupon deposit the amounts so
20 certified in the community college (~~bond retirement fund which fund as~~
21 ~~required, is hereby created in the state treasury~~) capital projects
22 account. Such amounts of the funds deposited in the (~~bond retirement~~
23 ~~fund~~) community college capital projects account as are necessary to
24 pay and secure the payment of the principal of and interest on the
25 building bonds issued by the college board as authorized by this
26 chapter shall be exclusively devoted to that purpose. If in any twelve-
27 month period it shall appear that the amount certified by the college
28 board is insufficient to pay and secure the payment of the principal of
29 and interest on the outstanding building bonds, the state treasurer

1 shall notify the college board and such board shall adjust its
2 certificate so that all requirements of moneys to pay and secure the
3 payment of the principal and interest on all such bonds then
4 outstanding shall be fully met at all times.

5 (2) ~~((That portion of the building fees not required for or in
6 excess of the amounts necessary to pay and secure the payment of any of
7 the bonds as provided in subsection (1) above shall be deposited in))~~
8 The community college capital projects account ~~((which account))~~ is
9 hereby created in the state treasury. The sums deposited in the
10 capital projects account shall be appropriated and expended exclusively
11 to pay and secure the payment of the principal of and interest on bonds
12 payable out of the building fees and for the construction,
13 reconstruction, erection, equipping, maintenance, demolition and major
14 alteration of buildings and other capital assets owned by the state
15 board for community college education in the name of the state of
16 Washington, and the acquisition of sites, rights-of-way, easements,
17 improvements or appurtenances in relation thereto, and for the payment
18 of principal of and interest on any bonds issued for such purposes.
19 ~~((All earnings of investments of balances in the community college
20 capital projects account shall be credited to the general fund.))~~

21 (3) Notwithstanding the provisions of subsections (1) and (2)
22 above, at such time as all outstanding building bonds of the college
23 board payable from the community college ~~((bond retirement fund))~~
24 capital projects account have been paid, redeemed, and retired, or at
25 such time as ample provision has been made by the state for full
26 payment, from some source other than the community college ~~((bond
27 retirement fund))~~ capital projects account, of the principal of and the
28 interest on and call premium, if applicable, of such bonds as they
29 mature and/or upon their call prior to their maturity, through
30 refunding or otherwise, that portion of all building fees of the

1 community colleges equal to the amount required to pay yearly debt
2 service on any general obligation bonds issued by the state in
3 accordance with Article VIII, section 1, Washington state Constitution,
4 for community college purposes, shall be paid into the general fund of
5 the state treasury. The state finance committee shall determine
6 whether ample provision has been made for payment of such bonds payable
7 from the ((said bond retirement fund)) community college capital
8 projects account and shall determine the amount required to pay yearly
9 debt service on such general obligation bonds of the state. Nothing in
10 this subsection shall be construed as obligating the legislature or the
11 state to provide for payment of such community college building bonds
12 from some source other than the community college ((bond retirement
13 fund)) capital projects account or as pledging the general credit of
14 the state to the payment of such bonds.

15 **Sec. 54.** RCW 28B.35.370 and 1985 c 390 s 47 and 1985 c 57 s 15 are
16 each reenacted and amended to read as follows:

17 Within thirty-five days from the date of collection thereof all
18 building fees of each regional university and The Evergreen State
19 College shall be paid into the state treasury and these together with
20 such normal school fund revenues as provided in RCW 28B.35.751 as are
21 received by the state treasury shall be credited as follows:

22 (1) On or before June 30th of each year the board of trustees of
23 each regional university and The Evergreen State College, if issuing
24 bonds payable out of its building fees and above described normal
25 school fund revenues, shall certify to the state treasurer the amounts
26 required in the ensuing twelve months to pay and secure the payment of
27 the principal of and interest on such bonds. The amounts so certified
28 by each regional university and The Evergreen State College shall be a
29 prior lien and charge against all building fees and above described

1 normal school fund revenues of such institution. The state treasurer
2 shall thereupon deposit the amounts so certified in the Eastern
3 Washington University (~~((bond retirement fund))~~) capital projects
4 account, the Central Washington University (~~((bond retirement fund))~~)
5 capital projects account, the Western Washington University (~~((bond~~
6 ~~retirement fund))~~) capital projects account, or The Evergreen State
7 College (~~((bond retirement fund))~~) capital projects account respectively,
8 which (~~((funds))~~) accounts are hereby created in the state treasury(~~(~~
9 ~~such funds for the regional universities being redesignations for the~~
10 ~~Eastern Washington State College bond retirement fund, the Central~~
11 ~~Washington State College bond retirement fund, and the Western~~
12 ~~Washington State College bond retirement fund, respectively))~~). The
13 amounts deposited in the respective (~~((bond retirement funds))~~) capital
14 projects accounts shall be used exclusively to pay and secure the
15 payment of the principal of and interest on the building bonds issued
16 by such regional universities and The Evergreen State College as
17 authorized by law. If in any twelve month period it shall appear that
18 the amount certified by any such board of trustees is insufficient to
19 pay and secure the payment of the principal of and interest on the
20 outstanding building and above described normal school fund revenue
21 bonds of its institution, the state treasurer shall notify the board of
22 trustees and such board shall adjust its certificate so that all
23 requirements of moneys to pay and secure the payment of the principal
24 of and interest on all such bonds then outstanding shall be fully met
25 at all times.

26 (2) All (~~((building fees and above described))~~) normal school fund
27 revenue (~~((not needed for or in excess of the amounts certified to the~~
28 ~~state treasurer as being required to pay and secure the payment of~~
29 ~~building or above described normal school fund revenue bond principal~~
30 ~~or interest))~~) pursuant to RCW 28B.35.751 shall be deposited in the

1 Eastern Washington University capital projects account, the Central
2 Washington University capital projects account, the Western Washington
3 University capital projects account, or The Evergreen State College
4 capital projects account respectively, which accounts are hereby
5 created in the state treasury(~~(, such funds for the regional~~
6 ~~universities being redesignations for the Eastern Washington State~~
7 ~~College capital projects account, the Central Washington State College~~
8 ~~capital projects account, and the Western Washington State College~~
9 ~~capital projects account, respectively)~~). The sums deposited in the
10 respective capital projects accounts shall be appropriated and expended
11 exclusively to pay and secure the payment of the principal of and
12 interest on bonds payable out of the building fees and normal school
13 revenue and for the construction, reconstruction, erection, equipping,
14 maintenance, demolition and major alteration of buildings and other
15 capital assets, and the acquisition of sites, rights-of-way, easements,
16 improvements or appurtenances in relation thereto except for any sums
17 transferred therefrom as authorized by law. All earnings of
18 investments of balances in these respective capital projects accounts
19 shall be credited to the ((general fund)) capital projects accounts,
20 less the allocation to the state treasurer's service account, pursuant
21 to RCW 43.08.190.

22 **Sec. 55.** RCW 28B.30.730 and 1985 c 390 s 43 are each amended to
23 read as follows:

24 For the purpose of financing the cost of any projects, the board is
25 hereby authorized to adopt the resolution or resolutions and prepare
26 all other documents necessary for the issuance, sale and delivery of
27 the bonds or any part thereof at such time or times as it shall deem
28 necessary and advisable. Said bonds:

29 (1) Shall not constitute

1 (a) An obligation, either general or special, of the state; or
2 (b) A general obligation of Washington State University or of the
3 board;

4 (2) Shall be

5 (a) Either registered or in coupon form; and

6 (b) Issued in denominations of not less than one hundred dollars;
7 and

8 (c) Fully negotiable instruments under the laws of this state; and

9 (d) Signed on behalf of the university by the president of the
10 board, attested by the secretary or the treasurer of the board, have
11 the seal of the university impressed thereon or a facsimile of such
12 seal printed or lithographed in the bottom border thereof, and the
13 coupons attached thereto shall be signed with the facsimile signatures
14 of such president and secretary;

15 (3) Shall state

16 (a) The date of issue; and

17 (b) The series of the issue and be consecutively numbered within
18 the series; and

19 (c) That the bond is payable both principal and interest solely out
20 of the bond retirement fund;

21 (4) Each series of bonds shall bear interest, payable either
22 annually or semiannually, as the board may determine;

23 (5) Shall be payable both principal and interest out of the bond
24 retirement fund;

25 (6) Shall be payable at such times over a period of not to exceed
26 forty years from date of issuance, at such place or places, and with
27 such reserved rights of prior redemption, as the board may prescribe;

28 (7) Shall be sold in such manner and at such price as the board may
29 prescribe;

1 (8) Shall be issued under and subject to such terms, conditions and
2 covenants providing for the payment of the principal thereof and
3 interest thereon and such other terms, conditions, covenants and
4 protective provisions safeguarding such payment, not inconsistent with
5 RCW 28B.30.700 through 28B.30.780, and as found to be necessary by the
6 board for the most advantageous sale thereof, which may include but not
7 be limited to:

8 (a) A covenant that the building fees shall be established,
9 maintained and collected in such amounts that will provide money
10 sufficient to pay the principal of and interest on all bonds payable
11 out of the bond retirement ((fund)) account, to set aside and maintain
12 the reserves required to secure the payment of such principal and
13 interest, and to maintain any coverage which may be required over such
14 principal and interest;

15 (b) A covenant that a reserve account shall be created in the bond
16 retirement fund to secure the payment of the principal of and interest
17 on all bonds issued and a provision made that certain amounts be set
18 aside and maintained therein;

19 (c) A covenant that sufficient moneys may be transferred from the
20 Washington State University building account to the bond retirement
21 ((fund)) account when ordered by the board of regents in the event
22 there is ever an insufficient amount of money in the bond retirement
23 ((fund)) account to pay any installment of interest or principal and
24 interest coming due on the bonds or any of them;

25 (d) A covenant fixing conditions under which bonds on a parity with
26 any bonds outstanding may be issued.

27 The proceeds of the sale of all bonds(~~(, exclusive of accrued~~
28 ~~interest which shall be deposited in the bond retirement fund,)~~) shall
29 be deposited in the state treasury to the credit of the Washington
30 State University building account and shall be used solely for paying

1 the costs of the projects. The Washington State University building
2 account shall be credited with the investment income derived pursuant
3 to RCW 43.84.080 on the investible balances of scientific permanent
4 fund and agricultural permanent fund, less the allocation to the state
5 treasurers' service account pursuant to RCW 43.08.190.

6 **Sec. 56.** RCW 28B.57.050 and 1985 c 57 s 18 are each amended to
7 read as follows:

8 The proceeds from the sale of the bonds (~~(and/or bond anticipation~~
9 ~~notes))~~ authorized herein, together with all grants, donations,
10 transferred funds, and all other moneys which the state finance
11 committee or the college board may direct the state treasurer to
12 deposit therein, shall be deposited in the 1975 community college
13 capital construction account, hereby created in the state treasury.
14 (~~All earnings of investments of balances in the 1975 community college~~
15 ~~capital construction account shall be credited to the general fund.))~~

16 **Sec. 57.** RCW 43.99.060 and 1985 c 57 s 54 are each amended to read
17 as follows:

18 There is created the outdoor recreation account in the state
19 treasury, in which shall be deposited all moneys received from the
20 marine fuel tax refund account pursuant to RCW 43.99.070, the proceeds
21 of the bond issue authorized by (~~chapter 12, Laws of 1963,~~
22 ~~extraordinary session)) chapter 43.98 RCW, RCW 43.31.620 and 43.31.740,
23 and any moneys made available to the state of Washington by the federal
24 government for outdoor recreation not specifically designated for
25 another fund or agency. (~~All earnings of investments of balances in~~
26 ~~the outdoor recreation account shall be credited to the general fund.))~~~~

27 Grants, gifts, or other financial assistance awarded or designated
28 for a particular purpose, or proceeds received from public bodies as

1 administrative cost contributions, may be received and, when
2 appropriated by the legislature, may be expended in accordance with the
3 general budget and accounting act.

4 **Sec. 58.** RCW 43.83B.030 and 1985 c 57 s 45 are each amended to
5 read as follows:

6 The proceeds from the sale of bonds authorized by this chapter(~~(~~
7 ~~and any interest earned on the interim investment of such proceeds,~~)
8 shall be deposited in the state and local improvements revolving
9 account hereby created in the state treasury and shall be used
10 exclusively for the purpose specified in this chapter and for payment
11 of the expenses incurred in the issuance and sale of the bonds.

12 **Sec. 59.** RCW 43.83C.030 and 1985 c 57 s 47 are each amended to
13 read as follows:

14 The proceeds from the sale of bonds authorized by this chapter(~~(~~
15 ~~and any interest earned on the interim investment of such proceeds,~~)
16 shall be deposited in the state and local improvements revolving
17 account hereby created in the state treasury and shall be used
18 exclusively for the purpose specified in this chapter and for payment
19 of the expenses incurred in the issuance and sale of the bonds.

20 **Sec. 60.** RCW 43.83D.030 and 1985 c 57 s 48 are each amended to
21 read as follows:

22 The proceeds from the sale of bonds authorized by this chapter(~~(~~
23 ~~and any interest earned on the interim investment of such proceeds,~~)
24 shall be deposited in the state and local improvements revolving
25 account in the state treasury and shall be used exclusively for the
26 purpose specified in this chapter and for payment of the expenses
27 incurred in the issuance and sale of the bonds.

1 **Sec. 61.** RCW 43.83H.030 and 1985 c 57 s 49 are each amended to
2 read as follows:

3 At the time the state finance committee determines to issue such
4 bonds authorized in RCW 43.83H.010 or a portion thereof, pending the
5 issuance of such bonds, it may issue, in the name of the state,
6 temporary notes in anticipation of the money to be derived from the
7 sale of the bonds, which notes shall be designated as "anticipation
8 notes". The proceeds from the sale of bonds and notes authorized by
9 this chapter shall be deposited in the state social and health services
10 construction account hereby created in the state treasury and shall be
11 used exclusively for the purposes specified in this chapter and for the
12 payment of expenses incurred in the issuance and sale of such bonds and
13 notes: PROVIDED, Such portion of the proceeds of the sale of such bonds
14 as may be required for the payment of the principal and interest on
15 such anticipation notes as have been issued, shall be deposited in the
16 bond redemption fund created in RCW 43.83H.050. ~~((All earnings of
17 investments of balances in the state social and health services
18 construction account shall be credited to the general fund.))~~

19 **Sec. 62.** RCW 43.84.092 and 1990 2nd ex.s. c 1 s 204 are each
20 amended to read as follows:

21 ~~((Except as provided in RCW 43.84.090,))~~ All earnings of
22 investments of surplus balances in the state treasury shall be
23 deposited to the treasury income account, which account is hereby
24 established in the state treasury.

25 Except as provided in RCW 82.14.050, the state treasurer shall
26 distribute, on or before July 20 of each year, ~~((the))~~ all earnings
27 credited to the treasury income account as of June 30 ~~((to the funds))~~
28 for the fiscal year in which it was earned. Except as otherwise
29 provided by statute, the state treasurer shall credit the general fund

1 with all the earnings credited to the treasury income account. The
2 ((various accounts and funds in the state treasury)) local leasehold
3 excise tax account, the county sales and use tax equalization account,
4 the municipal sales and use tax equalization account, the county
5 criminal justice assistance account, the municipal criminal justice
6 assistance account, the local sales and use tax account, the capitol
7 building construction account, the resource management cost account,
8 the charitable, educational, penal, and reformatory institutions, the
9 Eastern Washington University capital projects account, the Central
10 Washington University capital projects account, the Western Washington
11 University capital projects account, the Washington State University
12 building account, the University of Washington building account, the
13 special wildlife account, the common school construction fund, the site
14 closure account, the Washington State University bond retirement fund,
15 the University of Washington bond retirement fund, the perpetual
16 surveillance and maintenance account, the natural resources deposit
17 account, the state employees' insurance account, the Puyallup tribal
18 settlement account, and the federal forest revolving account shall
19 receive their proportionate share of earnings based upon each fund's
20 average daily balance for the period((: PROVIDED, That)). Earnings
21 derived from investing balances of the agricultural permanent fund, the
22 normal school permanent fund, the permanent common school fund, the
23 scientific permanent fund, and the state university permanent fund
24 shall be allocated to their respective beneficiary accounts. All
25 earnings ((on the balances of the forest reserve fund, the federal
26 forest revolving fund, the liquor excise tax fund, the treasury income
27 account, the suspense account, the undistributed receipts account, the
28 state payroll revolving account, the agency vendor payment revolving
29 fund, and the local leasehold excise tax account shall be credited to
30 the state treasurer's service fund: PROVIDED FURTHER, That earnings on

1 ~~the balances of the agency payroll revolving fund, the special fund~~
2 ~~salary and insurance contribution increase revolving fund and special~~
3 ~~fund semimonthly payroll revolving fund shall be credited to the state~~
4 ~~general fund)) to be distributed shall first be reduced by the~~
5 ~~allocation to the state treasurer's service account pursuant to RCW~~
6 ~~43.08.190. In conformance with Article II, section 37 of the state~~
7 ~~Constitution, no treasury accounts or funds shall be allocated earnings~~
8 ~~without the specific affirmative directive of this section.~~

9 **Sec. 63.** RCW 77.12.323 and 1987 c 506 s 42 are each amended to
10 read as follows:

11 (1) There is established in the state wildlife fund a special
12 wildlife account. Moneys received under RCW 77.12.320 as now or
13 hereafter amended as compensation for wildlife losses shall be
14 deposited in the state treasury to be credited to the special wildlife
15 account.

16 (2) The director may advise the state treasurer and the state
17 investment board of a surplus in the special wildlife account above the
18 current needs. The state investment board may invest and reinvest the
19 surplus, as the commission deems appropriate, in an investment
20 authorized by RCW 43.84.150 or in securities issued by the United
21 States government as defined by RCW 43.84.080 (1) and (4). Income
22 received from the investments shall be deposited to the credit of the
23 special wildlife account. Investment income derived by investing the
24 balance in the state wildlife fund by the state treasurer pursuant to
25 RCW 43.84.080 shall be credited to the state wildlife fund, less the
26 allocation to the state treasurer's service account pursuant to RCW
27 43.08.190.

1 **Sec. 64.** RCW 28A.515.320 and 1981 c 158 s 6 are each amended to
2 read as follows:

3 The common school construction fund is to be used exclusively for
4 the purpose of financing the construction of facilities for the common
5 schools. The sources of said fund shall be: (1) Those proceeds
6 derived from sale or appropriation of timber and other crops from
7 school and state land (~~((subsequent to June 30, 1965,))~~) other than those
8 granted for specific purposes; (2) the interest accruing on the
9 permanent common school fund (~~((from and after July 2, 1967,))~~) together
10 with all rentals and other revenue derived therefrom and from land and
11 other property devoted to the permanent common school fund (~~((from and
12 after July 1, 1967,))~~); (3) all moneys received by the state from the
13 United States under the provisions of section 191, Title 30, United
14 State Code, Annotated, and under section 810, chapter 12, Title 16,
15 (Conservation), United States Code, Annotated, except moneys received
16 before June 30, 1991, under the Geothermal Steam Act of 1970 pursuant
17 to RCW 43.140.030; (4) all earnings of the investment of balances in
18 the common school construction fund, less the allocation to the state
19 treasurer's service account pursuant to RCW 43.08.190; and ~~((+4))~~ (5)
20 such other sources as the legislature may direct. That portion of the
21 common school construction fund derived from interest on the permanent
22 common school fund may be used to retire such bonds as may be
23 authorized by law for the purpose of financing the construction of
24 facilities for the common schools.

25 The interest accruing on the permanent common school fund less the
26 allocation to the state treasurer's service account pursuant to RCW
27 43.08.190 and the state investment board expense account pursuant to
28 RCW 43.33A.160 together with all rentals and other revenues accruing
29 thereto pursuant to subsection (2) of this section prior to July 1,

1 1967, shall be exclusively applied to the current use of the common
2 schools.

3 To the extent that the moneys in the common school construction
4 fund are in excess of the amount necessary to allow fulfillment of the
5 purpose of said fund, the excess shall be available for deposit to the
6 credit of the permanent common school fund or available for the current
7 use of the common schools, as the legislature may direct. Any money
8 from the common school construction fund which is made available for
9 the current use of the common schools shall be restored to the fund by
10 appropriation, including interest income foregone, before the end of
11 the next fiscal biennium following such use.

12 **Sec. 65.** RCW 28A.550.010 and 1985 c 57 s 9 are each amended to
13 read as follows:

14 There is created a special state school fund to be known as the
15 state school equalization fund, into which shall be deposited such
16 funds as are directed by law to be placed therein. Any amounts in this
17 fund in excess of current appropriations shall be transferred by the
18 state treasurer to the general fund quarterly, on or before the twenty-
19 fifth day of January, April, July and October of each year. All
20 appropriations made by the legislature from the state school
21 equalization fund shall be paid out of moneys in the general fund of
22 the state. All warrants drawn on the state school equalization fund
23 and presented for payment shall be paid from the general fund of the
24 state. (~~All earnings of investments of balances in the state school
25 equalization fund shall be credited to the general fund.~~)

26 **Sec. 66.** RCW 50.16.010 and 1987 c 202 s 218 are each amended to
27 read as follows:

1 There shall be maintained as special funds, separate and apart from
2 all public moneys or funds of this state an unemployment compensation
3 fund, an administrative contingency fund, and a federal interest
4 payment fund, which shall be administered by the commissioner
5 exclusively for the purposes of this title, and to which RCW 43.01.050
6 shall not be applicable. The unemployment compensation fund shall
7 consist of

8 (1) all contributions and payments in lieu of contributions
9 collected pursuant to the provisions of this title,

10 (2) ~~((interest earned upon any moneys in the fund,~~
11 ~~(3)))~~ any property or securities acquired through the use of moneys
12 belonging to the fund,

13 ~~((4)))~~ (3) all earnings of such property or securities,

14 ~~((5)))~~ (4) any moneys received from the federal unemployment
15 account in the unemployment trust fund in accordance with Title XII of
16 the social security act, as amended,

17 ~~((6)))~~ (5) all money recovered on official bonds for losses
18 sustained by the fund,

19 ~~((7)))~~ (6) all money credited to this state's account in the
20 unemployment trust fund pursuant to section 903 of the social security
21 act, as amended,

22 ~~((8)))~~ (7) all money received from the federal government as
23 reimbursement pursuant to section 204 of the federal-state extended
24 compensation act of 1970 (84 Stat. 708-712; 26 U.S.C. Sec. 3304), and

25 ~~((9)))~~ (8) all moneys received for the fund from any other source.

26 All moneys in the unemployment compensation fund shall be
27 commingled and undivided.

28 The administrative contingency fund shall consist of all interest
29 on delinquent contributions collected pursuant to this title ~~((after~~
30 ~~June 20, 1953))~~, all fines and penalties collected pursuant to the

1 provisions of this title, all sums recovered on official bonds for
2 losses sustained by the fund, and revenue received under RCW 50.24.014:
3 PROVIDED, That all fees, fines, forfeitures and penalties collected or
4 assessed by a district court because of the violation of a state law
5 shall be remitted as provided in chapter 3.62 RCW as now exists or is
6 later amended. Moneys available in the administrative contingency
7 fund, other than money in the special account created under RCW
8 50.24.014, shall be expended upon the direction of the commissioner,
9 with the approval of the governor, whenever it appears to him or her
10 that such expenditure is necessary for:

11 (a) The proper administration of this title and no federal funds
12 are available for the specific purpose to which such expenditure is to
13 be made, provided, the moneys are not substituted for appropriations
14 from federal funds which, in the absence of such moneys, would be made
15 available.

16 (b) The proper administration of this title for which purpose
17 appropriations from federal funds have been requested but not yet
18 received, provided, the administrative contingency fund will be
19 reimbursed upon receipt of the requested federal appropriation.

20 Money in the special account created under RCW 50.24.014 may only
21 be expended, after appropriation, for the purposes specified in ((this
22 ~~1985 act~~)) RCW 74.09.035, 74.09.510, 74.09.520, and 74.09.700.

23 **Sec. 67.** RCW 43.200.080 and 1990 c 21 s 6 are each amended to read
24 as follows:

25 The director of ecology shall, in addition to the powers and duties
26 otherwise imposed by law, have the following special powers and duties:

27 (1) To fulfill the responsibilities of the state under the lease
28 between the state of Washington and the federal government executed
29 September 10, 1964, covering one thousand acres of land lying within

1 the Hanford reservation near Richland, Washington. The department of
2 ecology may sublease to private or public entities all or a portion of
3 the land for specific purposes or activities which are determined,
4 after public hearing, to be in agreement with the terms of the lease
5 and in the best interests of the citizens of the state consistent with
6 any criteria that may be developed as a requirement by the legislature;

7 (2) To assume the responsibilities of the state under the perpetual
8 care agreement between the state of Washington and the federal
9 government executed July 29, 1965 and the sublease between the state of
10 Washington and the site operator of the Hanford low-level radioactive
11 waste disposal facility. In order to finance perpetual surveillance
12 and maintenance under the agreement and ensure site closure under the
13 sublease, the department of ecology shall impose and collect fees from
14 parties holding radioactive materials for waste management purposes.
15 The fees shall be established by rule adopted under chapter 34.05 RCW
16 and shall be an amount determined by the department of ecology to be
17 necessary to defray the estimated liability of the state. Such fees
18 shall reflect equity between the disposal facilities of this and other
19 states. ~~((All such fees, when received by the department of ecology,~~
20 ~~shall be transmitted to the state treasurer, who shall act as~~
21 ~~custodian. The perpetual maintenance fund is created in the state~~
22 ~~treasury. The treasurer shall place the money in a special fund which~~
23 ~~may be designated the "perpetual maintenance fund." The perpetual~~
24 ~~maintenance fund shall be comprised of)) A site closure account and a
25 perpetual surveillance and maintenance account is hereby created in the
26 state treasury. The site closure account shall be exclusively
27 available to reimburse, to the extent that moneys are available in the
28 account, the site operator for its costs plus a reasonable profit as
29 agreed by the operator and the state, or to reimburse the state
30 licensing agency and any agencies under contract to the state licensing~~

1 agency for their costs in final closure and decommissioning of the
2 Hanford low-level radioactive waste disposal facility. If a balance
3 remains in the account after satisfactory performance of closure and
4 decommissioning, this balance shall be transferred to the perpetual
5 surveillance and maintenance account. The perpetual surveillance and
6 maintenance account shall be used exclusively by the state to meet
7 post-closure surveillance and maintenance costs, or for otherwise
8 satisfying surveillance and maintenance obligations. Appropriations
9 are required to permit expenditures and payment of obligations from the
10 site closure account and the perpetual surveillance and maintenance
11 account. ~~((Moneys which on July 23, 1989, are in the perpetual
12 maintenance account shall be transferred to the perpetual surveillance
13 and maintenance account. All moneys currently administered by the
14 department of ecology for closure of the Hanford low-level radioactive
15 waste disposal facility shall be transferred to the site closure
16 account within the perpetual maintenance fund. All future))~~ All
17 moneys, including ((interest, contributed to)) earnings from the
18 investment of balances in the site closure and the perpetual
19 surveillance and maintenance ((fund)) account, less the allocation to
20 the state treasurer's service account, pursuant to RCW 43.08.190
21 accruing under the authority of this section shall be directed to the
22 site closure account until December 31, 1992. Thereafter receipts
23 including earnings from the investment of balances in the site closure
24 and the perpetual surveillance and maintenance account, less the
25 allocation to the state treasurer's service account, pursuant to RCW
26 43.08.190 shall be directed to the ((perpetual maintenance fund)) site
27 closure account and the perpetual surveillance and maintenance account
28 as specified by the department. ((Moneys in the perpetual maintenance
29 fund shall be invested by the state investment board in the same manner
30 as other state moneys. Any interest accruing as a result of investment

1 ~~shall accrue to the perpetual maintenance fund.))~~ Additional moneys
2 specifically appropriated by the legislature or received from any
3 public or private source may be placed in the (~~perpetual maintenance~~
4 ~~fund~~) site closure account and the perpetual surveillance and
5 maintenance account;

6 (3) To assure maintenance of such insurance coverage by state
7 licensees, lessees, or sublessees as will adequately, in the opinion of
8 the director, protect the citizens of the state against nuclear
9 accidents or incidents that may occur on privately or state-controlled
10 nuclear facilities;

11 (4) To institute a user permit system and issue site use permits,
12 consistent with regulatory practices, for generators, packagers, or
13 brokers using the Hanford low-level radioactive waste disposal
14 facility. The costs of administering the user permit system shall be
15 borne by the applicants for site use permits. The site use permit fee
16 shall be set at a level that is sufficient to fund completely the
17 executive and legislative participation in activities related to the
18 Northwest Interstate Compact on Low-Level Radioactive Waste Management;
19 (~~and~~)

20 (5) To make application for or otherwise pursue any federal funds
21 to which the state may be eligible, through the federal resource
22 conservation and recovery act or any other federal programs, for the
23 management, treatment or disposal, and any remedial actions, of wastes
24 that are both radioactive and hazardous at all Hanford low-level
25 radioactive waste disposal facilities; and

26 (6) To develop contingency plans for duties and options for the
27 department and other state agencies related to the Hanford low-level
28 radioactive waste disposal facility based on various projections of
29 annual levels of waste disposal. These plans shall include an analysis
30 of expected revenue to the state in various taxes and funds related to

1 low-level radioactive waste disposal and the resulting implications
2 that any increase or decrease in revenue may have on state agency
3 duties or responsibilities. The ~~((initial set of))~~ plans ~~((shall be
4 completed by October 1, 1989, and))~~ shall be updated annually. The
5 department shall report annually on the plans and on the balances in
6 the site closure and perpetual surveillance accounts to the energy and
7 utilities committees of the senate and the house of representatives.

8 **Sec. 68.** RCW 70.146.030 and 1987 c 505 s 64 and 1987 c 436 s 6 are
9 each reenacted and amended to read as follows:

10 (1) The water quality account is hereby created in the state
11 treasury. Moneys in the account may be used only in a manner
12 consistent with this chapter. Moneys deposited in the account shall be
13 administered by the department of ecology and shall be subject to
14 legislative appropriation. Moneys placed in the account shall include
15 tax receipts as provided in RCW 82.24.027, 82.26.025, and 82.32.390,
16 principal and interest from the repayment of any loans granted pursuant
17 to this chapter, and any other moneys appropriated to the account by
18 the legislature. ~~((All earnings from investment of balances in the
19 water quality account, except as provided in RCW 43.84.090, shall be
20 credited to the water quality account.))~~

21 (2) The department may use or permit the use of any moneys in the
22 account to make grants or loans to public bodies, including grants to
23 public bodies as cost-sharing moneys in any case where federal, local,
24 or other funds are made available on a cost-sharing basis, for water
25 pollution control facilities and activities, or for purposes of
26 assisting a public body to obtain an ownership interest in water
27 pollution control facilities and/or to defray a part of the payments
28 made by a public body to a service provider under a service agreement
29 entered into pursuant to RCW 70.150.060, within the purposes of this

1 chapter and for related administrative expenses. No more than three
2 percent of the moneys deposited in the account may be used by the
3 department to pay for the administration of the grant and loan program
4 authorized by this chapter.

5 (3) The department shall present a progress report each biennium on
6 the use of moneys from the account to the chairs of the committees on
7 ways and means of the senate and house of representatives, including
8 one copy to the staff of each of the committees.

9 **Sec. 69.** RCW 70.164.030 and 1987 c 36 s 3 are each amended to read
10 as follows:

11 (~~((1))~~) The low-income weatherization assistance account is created
12 in the state treasury. All moneys from the money distributed to the
13 state pursuant to Exxon v. United States, 561 F.Supp. 816 (1983),
14 affirmed 773 F.2d 1240 (1985), or any other oil overcharge settlements
15 or judgments distributed by the federal government, that are allocated
16 to the low-income weatherization assistance account shall be deposited
17 in the account. The department may accept such gifts, grants, and
18 endowments from public or private sources as may be made from time to
19 time, in trust or otherwise, and shall deposit such funds in the
20 account. Any moneys received from sponsor match payments shall be
21 deposited in the account. The legislature may also appropriate moneys
22 to the account. Moneys in the account shall be spent pursuant to
23 appropriation and only for the purposes and in the manner provided in
24 RCW 70.164.040. Any moneys appropriated that are not spent by the
25 department shall return to the account.

26 (~~((2) Notwithstanding RCW 43.84.090, all earnings of investments of
27 balances in the low income weatherization assistance account shall be
28 credited to the account.))~~)

1 **Sec. 70.** RCW 79.90.555 and 1987 c 259 s 2 are each amended to read
2 as follows:

3 The aquatic land dredged material disposal site account is hereby
4 established in the state treasury. The account shall consist of funds
5 appropriated to the account; funds transferred or paid to the account
6 pursuant to settlements; court or administrative agency orders or
7 judgments; gifts and grants to the account; and all funds received by
8 the department of natural resources from users of aquatic land dredged
9 material disposal sites. After appropriation, moneys in the fund may
10 be spent only for the management and environmental monitoring of
11 aquatic land dredged material disposal sites. The account is subject
12 to the allotment procedure provided under chapter 43.88 RCW.
13 (~~Notwithstanding RCW 43.84.090, all earnings of investments of~~
14 ~~balances in the account shall be credited to the account.~~)

15 **Sec. 71.** RCW 70.94.483 and 1990 c 128 s 5 are each amended to read
16 as follows:

17 (1) The wood stove education and enforcement account is hereby
18 created in the (~~general fund~~) state treasury. Money placed in the
19 account shall include all money received under subsection (2) of this
20 section and any other money appropriated by the legislature. Money in
21 the account shall be spent for the purposes of the wood stove education
22 program established under RCW 70.94.480 and for enforcement of the wood
23 stove program, and shall be subject to legislative appropriation.

24 (2) The department of ecology, with the advice of the advisory
25 committee, shall set a flat fee, not to exceed fifteen dollars, on the
26 retail sale, as defined in RCW 82.04.050, of each solid fuel burning
27 device, excepting masonry fireplaces(~~, after January 1, 1988~~). The
28 fee shall be imposed upon the consumer and shall not be subject to the
29 retail sales tax provisions of chapters 82.08 and 82.12 RCW. The fee

1 may be adjusted annually above fifteen dollars according to changes in
2 the consumer price index (~~((after January 1, 1989))~~). The fee shall be
3 collected by the department of revenue in conjunction with the retail
4 sales tax under chapter 82.08 RCW. If the seller fails to collect the
5 fee herein imposed or fails to remit the fee to the department of
6 revenue in the manner prescribed in chapter 82.08 RCW, the seller shall
7 be personally liable to the state for the amount of the fee. The
8 collection provisions of chapter 82.32 RCW shall apply. The department
9 of revenue shall deposit fees collected under this section in the wood
10 stove education and enforcement account.

11 **Sec. 72.** RCW 47.78.010 and 1990 c 43 s 47 are each amended to read
12 as follows:

13 There is hereby established in the state treasury the high capacity
14 transportation account. Money in the account shall be used, after
15 appropriation, for local high capacity transportation purposes
16 including rail freight. (~~((All earnings of investments of any balances
17 in the high capacity transportation account shall be credited to the
18 account except as provided in RCW 43.84.090 and 43.84.092.))~~)

19 **Sec. 73.** RCW 22.09.411 and 1987 c 509 s 8 are each amended to read
20 as follows:

21 (1) There is hereby established a fund to be known as the grain
22 indemnity fund. The grain indemnity fund shall consist of assessments
23 remitted by licensees pursuant to the provisions of RCW 22.09.416
24 through 22.09.426 (~~((and any interest or earnings on the fund balance))~~).

25 (2) All assessments shall be paid to the department and shall be
26 deposited in the grain indemnity fund. The state treasurer shall be
27 the custodian of the grain indemnity fund. Disbursements shall be on

1 authorization of the director. No appropriation is required for
2 disbursements from this fund.

3 (3) The grain indemnity fund shall be used exclusively for purposes
4 of paying claimants pursuant to this chapter, and paying necessary
5 expenses of administering the grain indemnity fund, provided however,
6 that moneys equivalent to one-half of the interest ((accumulated))
7 earned by the fund for deposit to the general fund may be paid to the
8 department to defray costs of administering the warehouse audit
9 program. The state of Washington shall not be liable for any claims
10 presented against the fund.

11 **Sec. 74.** RCW 70.47.030 and 1987 1st ex.s. c 5 s 5 are each amended
12 to read as follows:

13 The basic health plan trust account is hereby established in the
14 state treasury. All funds appropriated for this chapter shall be
15 deposited in the basic health plan trust account and may be expended
16 without further appropriation. Disbursements from other moneys in the
17 account shall be made pursuant to appropriation and upon warrants drawn
18 by the Washington basic health plan administrator. Moneys in the
19 account shall be used exclusively for the purposes of this chapter,
20 including payments to participating managed health care systems on
21 behalf of enrollees in the plan and payment of costs of administering
22 the plan. ~~((The earnings on any surplus balances in the basic health
23 plan trust account shall be credited to the account, notwithstanding
24 RCW 43.84.090. After January 1, 1988,))~~ The administrator shall not
25 expend or encumber for an ensuing fiscal period amounts exceeding
26 ninety percent of the amounts anticipated to accrue in the account
27 during the fiscal period.

1 **Sec. 75.** RCW 70.105D.070 and 1989 c 2 s 7 are each amended to read
2 as follows:

3 (1) The state toxics control account and the local toxics control
4 account are hereby created in the state treasury.

5 (2) The following moneys shall be deposited into the state toxics
6 control account: (a) Those revenues which are raised by the tax
7 imposed under RCW 82.21.030 and which are attributable to that portion
8 of the rate equal to thirty-three one-hundredths of one percent; (b)
9 the costs of remedial actions recovered under this chapter or chapter
10 70.105A RCW (~~after March 1, 1989~~); (c) penalties collected or
11 recovered under this chapter; and (d) any other money appropriated or
12 transferred to the account by the legislature. Moneys in the account
13 may be used only to carry out the purposes of this chapter, including
14 but not limited to the following activities:

15 (i) The state's responsibility for hazardous waste planning,
16 management, regulation, enforcement, technical assistance, and public
17 education required under chapter 70.105 RCW;

18 (ii) The state's responsibility for solid waste planning,
19 management, regulation, enforcement, technical assistance, and public
20 education required under chapter 70.95 RCW;

21 (iii) The hazardous waste cleanup program required under this
22 chapter;

23 (iv) State matching funds required under the federal cleanup law;

24 (v) Financial assistance for local programs in accordance with RCW
25 70.95.130, 70.95.140, 70.95.220, 70.95.230, 70.95.530, 70.105.220,
26 70.105.225, 70.105.235, and 70.105.260;

27 (vi) State government programs for the safe reduction, recycling,
28 or disposal of hazardous wastes from households, small businesses, and
29 agriculture;

30 (vii) Hazardous materials emergency response training;

1 (viii) Water and environmental health protection and monitoring
2 programs;

3 (ix) Programs authorized under chapter 70.146 RCW;

4 (x) A public participation program, including regional citizen
5 advisory committees;

6 (xi) Public funding to assist potentially liable persons to pay for
7 the costs of remedial action in compliance with cleanup standards under
8 RCW 70.105D.030(2)(d) but only when the amount and terms of such
9 funding are established under a settlement agreement under RCW
10 70.105D.040(4) and when the director has found that the funding will
11 achieve both (A) a substantially more expeditious or enhanced cleanup
12 than would otherwise occur, and (B) the prevention or mitigation of
13 unfair economic hardship; and

14 (xii) Development and demonstration of alternative management
15 technologies designed to carry out the top two hazardous waste
16 management priorities of RCW 70.105.150.

17 (3) The following moneys shall be deposited into the local toxics
18 control account: Those revenues which are raised by the tax imposed
19 under RCW 82.21.030 and which are attributable to that portion of the
20 rate equal to thirty-seven one-hundredths of one percent. Moneys
21 deposited in the local toxics control account shall be used by the
22 department for grants to local governments for the following purposes
23 in descending order of priority: (a) Remedial actions; (b) hazardous
24 waste plans and programs under RCW 70.105.220, 70.105.225, 70.105.235,
25 and 70.105.260; and (c) solid waste plans and programs under RCW
26 70.95.130, 70.95.140, 70.95.220, and 70.95.230. Funds for plans and
27 programs shall be allocated consistent with the priorities and matching
28 requirements established in chapters 70.105 and 70.95 RCW.

29 (4) Except for unanticipated receipts under RCW 43.79.260 through
30 43.79.282, moneys in the state and local toxics control accounts may be

1 spent only after appropriation by statute. (~~All earnings from~~
2 ~~investment of balances in the accounts, except as provided in RCW~~
3 ~~43.84.090, shall be credited to the accounts.~~)

4 (5) One percent of the moneys deposited into the state and local
5 toxics control accounts shall be allocated only for public
6 participation grants to persons who may be adversely affected by a
7 release or threatened release of a hazardous substance and to not-for-
8 profit public interest organizations. The primary purpose of these
9 grants is to facilitate the participation by persons and organizations
10 in the investigation and remedying of releases or threatened releases
11 of hazardous substances and to implement the state's solid and
12 hazardous waste management priorities. No grant may exceed fifty
13 thousand dollars though it may be renewed annually. Moneys
14 appropriated for public participation from either account which are not
15 expended at the close of any biennium shall revert to the state toxics
16 control account.

17 (6) No moneys deposited into either the state or local toxics
18 control account may be used for solid waste incinerator feasibility
19 studies, construction, maintenance, or operation.

20 (7) The department shall adopt rules for grant issuance and
21 performance.

22 **Sec. 76.** RCW 2.14.070 and 1988 c 109 s 18 are each amended to read
23 as follows:

24 The judicial retirement administrative account is created in the
25 state treasury. All expenses of the administrator for the courts under
26 this chapter, including staffing and administrative expenses, shall be
27 paid out of the administrative account. (~~Notwithstanding RCW~~
28 ~~43.84.090, all earnings of investments of balances in the~~
29 ~~administrative account shall be credited to this account.~~) Any excess

1 (~~(of earnings of investments of balances credited to)~~) balance of this
2 account over administrative expenses disbursed from this account shall
3 be (~~(expended)~~) transferred to the principal account. Any deficiency
4 in the administrative account caused by an excess of administrative
5 expenses disbursed from this account over (~~(earnings of investments of~~
6 ~~balances credited to)~~) the excess balance of this account shall be
7 transferred to this account from the principal account.

8 **Sec. 77.** RCW 70.170.080 and 1989 1st ex.s. c 9 s 508 are each
9 amended to read as follows:

10 The basic expenses for the hospital data collection and reporting
11 activities of this chapter shall be financed by an assessment against
12 hospitals of no more than four one-hundredths of one percent of each
13 hospital's gross operating costs, to be levied and collected from and
14 after that date, upon which the similar assessment levied under chapter
15 70.39 RCW is terminated, for the provision of hospital services for its
16 last fiscal year ending on or before June 30th of the preceding
17 calendar year. Budgetary requirements in excess of that limit must be
18 financed by a general fund appropriation by the legislature. All
19 moneys collected under this section shall be deposited by the state
20 treasurer in the hospital data collection account which is hereby
21 created in the state treasury. (~~(All earnings on investments of~~
22 ~~balances in the hospital data collection account shall be credited to~~
23 ~~the general fund.)~~) The department may also charge, receive, and
24 dispense funds or authorize any contractor or outside sponsor to charge
25 for and reimburse the costs associated with special studies as
26 specified in RCW 70.170.050.

27 Any amounts raised by the collection of assessments from hospitals
28 provided for in this section which are not required to meet

1 appropriations in the budget act for the current fiscal year shall be
2 available to the department in succeeding years.

3 **Sec. 78.** RCW 90.76.100 and 1989 c 346 s 11 are each amended to
4 read as follows:

5 The underground storage tank account is created in the state
6 treasury. Money in the account may only be spent, subject to
7 legislative appropriation, for the administration and enforcement of
8 the underground storage tank program established under this chapter.
9 The account shall contain:

- 10 (1) All fees collected under RCW 90.76.090; and
11 (2) All fines or penalties collected under RCW 90.76.080(~~and~~
12 ~~(3) Any interest earned on the account, subject to RCW 43.84.090~~)).

13 **Sec. 79.** RCW 70.95.800 and 1989 c 431 s 90 are each amended to
14 read as follows:

15 The solid waste management account is created in the state
16 treasury. Moneys in the account may only be spent after appropriation.
17 Expenditures from the account may only be used to carry out the
18 purposes of this act. (~~All earnings from the investment of balances~~
19 ~~in the solid waste management account except as provided in RCW~~
20 ~~43.84.090, shall be deposited into the solid waste management~~
21 ~~account.~~))

22 NEW SECTION. **Sec. 80.** All earnings from the investment of
23 balances in the game farm alternative account under the authority of
24 RCW 43.79A.040 shall be deposited into the game farm alternative
25 account, less the allocation to the state treasurer's service account
26 pursuant to RCW 43.08.190.

1 NEW SECTION. **Sec. 81.** All earnings from the investment of
2 balances in the energy account under the authority of RCW 43.79A.040
3 shall be deposited into the energy account, less the allocation to the
4 state treasurer's service account pursuant to RCW 43.08.190.

5 **Sec. 82.** RCW 59.21.050 and 1990 c 171 s 5 are each amended to read
6 as follows:

7 (1) The mobile home park relocation fund is created in the custody
8 of the state treasurer. All legislative appropriations for mobile home
9 relocation assistance, receipts from fees collected under this chapter,
10 and amounts required to be paid by park-owners to low-income park
11 tenants shall be deposited into the fund. Expenditures from the fund
12 may be used only for relocation assistance under RCW 59.21.020, or
13 transfer to the mobile home park purchase fund under subsection (2) of
14 this section. Only the director of community development or the
15 director's designee may authorize expenditures from the fund. All
16 relocation payments to low-income park tenants, including those due
17 from the park-owner shall be made from the fund. The fund is subject
18 to allotment procedures under chapter 43.88 RCW, but no appropriation
19 is required for expenditures.

20 (2) (~~The state treasurer shall maintain the fund and shall invest~~
21 ~~the fund moneys. Moneys earned on these investments shall be deposited~~
22 ~~in the fund and shall be used for the same purposes as other fund~~
23 ~~moneys.)) Unexpended and unencumbered moneys that remain in the fund
24 at the end of the fiscal year do not revert to the state general fund
25 but remain in the fund, separately accounted for, as a contingency
26 reserve, or if the director determines at the end of any fiscal year
27 beginning after December 31, 1991, that the fund contains a surplus
28 over the projected amount needed for relocation during the upcoming
29 year(s), any surplus may be transferred to the mobile home park~~

1 purchase fund created by chapter 59.22 RCW. However, the director may
2 cause any uncommitted funds in the mobile home park purchase fund which
3 were transferred from the mobile home park relocation fund to be
4 transferred back to the mobile home park relocation fund if that fund
5 cannot otherwise meet its current obligations.

6 (3) A low-income park tenant who is entitled to relocation
7 assistance under this chapter is entitled to payment only after
8 submitting an application which includes: (a) A copy of the notice
9 from the park-owner that the tenancy is terminated due to closure of
10 the park; (b) a copy of the rental agreement currently in force; and
11 (c) a copy of the contract entered into for the purpose of relocating
12 the mobile home, which includes the date of relocation.

13 (4) The director may adopt rules for the administration of the
14 fund.

15 **Sec. 83.** RCW 70.95E.080 and 1990 c 114 s 18 are each amended to
16 read as follows:

17 The hazardous waste assistance account is hereby created in the
18 state treasury. The following moneys shall be deposited into the
19 hazardous waste assistance account:

20 (1) Those revenues which are raised by the fees imposed under RCW
21 70.95E.020 and 70.95E.030;

22 (2) Penalties and surcharges collected under chapter 70.95C RCW and
23 this chapter; and

24 (3) Any other moneys appropriated or transferred to the account by
25 the legislature. (~~All earnings from investment of balances in the
26 hazardous waste assistance account, except as provided in RCW
27 43.84.090, shall be credited to the hazardous waste assistance
28 account.~~) Moneys in the hazardous waste assistance account may be

1 spent only for the purposes of this chapter following legislative
2 appropriation.

3 **Sec. 84.** RCW 28B.30.740 and 1985 c 390 s 44 are each amended to
4 read as follows:

5 For the purpose of paying and securing the payment of the principal
6 of and interest on the bonds as the same shall become due, there shall
7 be paid into the state treasury and credited to a special trust fund to
8 be known as the Washington State University bond retirement fund, which
9 fund is hereby created in the state treasury, the following:

10 (1) One-half of such building fees as the board may from time to
11 time determine, or such larger portion as may be necessary to prevent
12 default in the payments required to be made out of the bond retirement
13 fund;

14 (2) Any grants which may be made, or may become available, for the
15 purpose of furthering the construction of any authorized projects, or
16 for the repayment of the costs thereof;

17 (3) All earnings of investments of balances in the Washington State
18 University bond retirement fund less the allocation to the state
19 treasurer's service fund pursuant to RCW 43.08.190; and

20 (4) Such additional funds as the legislature may provide.

21 Said bond retirement fund shall be kept segregated from all moneys
22 in the state treasury and shall, while any of such bonds or any
23 interest thereon remain unpaid, be available solely for the payment
24 thereof except as provided in subdivision (5) of RCW 28B.30.750. As a
25 part of the contract of sale of such bonds, the board shall undertake
26 to charge and collect building fees and to deposit the portion of such
27 fees in the bond retirement fund in amounts which will be sufficient to
28 pay the principal of, and interest on all such bonds outstanding.

1 **Sec. 85.** RCW 28B.30.741 and 1969 ex.s. c 223 s 28B.30.741 are each
2 amended to read as follows:

3 All moneys received from the lease or rental of lands set apart by
4 the enabling act for a scientific school; all interest or income
5 arising from the proceeds of the sale of such lands or of the timber,
6 fallen timber, stone, gravel or other valuable material thereon, except
7 for investment income derived pursuant to RCW 43.84.080 and, less the
8 allocation to the state investment board expense account pursuant to
9 RCW 43.33A.160; and all moneys received as interest on deferred
10 payments on contracts for the sale of such lands shall be deposited in
11 the "Washington State University bond retirement fund" to be expended
12 for the purposes set forth in RCW 28B.30.740.

13 **Sec. 86.** RCW 28B.30.742 and 1969 ex.s. c 223 s 28B.30.742 are each
14 amended to read as follows:

15 Whenever federal law shall permit(~~(, but in no event prior to July~~
16 ~~1, 1967,))~~) all moneys received from the lease or rental of lands set
17 apart by the enabling act for an agricultural college, all interest or
18 income arising from the proceeds of the sale of such lands or of the
19 timber, fallen timber, stone, gravel or other valuable material
20 thereon, except for investment income derived pursuant to RCW 43.84.080
21 and, less the allocation to the state investment board expense account
22 pursuant to RCW 43.33A.160; and all moneys received as interest on
23 deferred payments on contracts for the sale of such lands shall be
24 deposited in the Washington State University bond retirement fund to be
25 expended for the purposes set forth in RCW 28B.30.740.

26 **Sec. 87.** RCW 28B.20.810 and 1969 ex.s. c 223 s 28B.20.810 are each
27 amended to read as follows:

1 The board of regents of the University of Washington is empowered
2 to authorize from time to time the transfer from the state university
3 permanent fund to be held in reserve in the bond retirement fund
4 created by RCW 28B.20.720 any unobligated funds and investments derived
5 from lands set apart for the support of the university by chapter 91,
6 Laws of 1903 and section 9, chapter 122, Laws of 1893, to the extent
7 required to comply with bond covenants regarding principal and interest
8 payments and reserve requirements for bonds payable out of the bond
9 retirement fund up to a total amount of five million dollars, and to
10 transfer any or all of said unobligated funds and investments in excess
11 of five million dollars to the university building account created by
12 RCW 43.79.330(22). Any funds transferred to the bond retirement fund
13 pursuant to this section shall be replaced by moneys first available
14 out of the moneys required to be deposited in such fund pursuant to RCW
15 28B.20.800. The board is further empowered to direct the state finance
16 committee to convert any investments in such permanent fund acquired
17 with funds derived from such lands into cash or obligations of or
18 guaranteed by the United States of America prior to the transfer of
19 such funds and investments to such reserve account or building account.

20 All interest earned on and profits derived from the sale of any
21 investments of money in such University of Washington bond retirement
22 fund shall be deposited in and become a part of such fund, less the
23 allocation to the state treasurer's service account pursuant to RCW
24 43.08.190.

25 NEW SECTION. **Sec. 88.** A new section is added to chapter 43.63A
26 RCW to read as follows:

27 The state fire service training center bond retirement account of
28 1977 is hereby reestablished as an account within the treasury for the
29 purpose of the payment of the principal of and interest on the bonds

1 authorized to be issued pursuant to chapter 349, Laws of 1977 ex.
2 sess., or chapter 470, Laws of 1985 or, if the legislature so
3 determines, for any bonds and notes hereafter authorized and issued for
4 the commission for vocational education or the statutory successor to
5 its powers and duties involving the state fire training center.

6 The state finance committee, on or before June 30th of each year,
7 shall certify to the state treasurer the amount required in the next
8 succeeding twelve months for the payment of the principal of and the
9 interest coming due on such bonds. The state treasurer shall withdraw
10 from any general state revenues received in the state treasury and
11 deposit in the state general obligation bond retirement fund such
12 amounts and at such times as are required by the bond proceedings.

13 **Sec. 89.** RCW 28B.14C.060 and 1977 ex.s. c 354 s 6 are each amended
14 to read as follows:

15 There is hereby created in the state treasury the institutions of
16 higher education refunding bond retirement fund of 1977, which fund
17 shall be devoted to the payment of principal of, interest on and
18 redemption premium, if any, on the bonds authorized to be issued
19 pursuant to this chapter.

20 The state finance committee shall, on or before June 30 of each
21 year, certify to the state treasurer the amount needed in the next
22 succeeding twelve months to pay the installments of principal of and
23 interest on the refunding bonds coming due in such period. The state
24 treasurer shall, not less than thirty days prior to the due date of
25 each installment, withdraw from any general state revenues received in
26 the state treasury an amount equal to the amount certified by the state
27 finance committee as being required to pay such installment; shall
28 deposit such amount in the institutions of higher education refunding

1 bond retirement fund of 1977; and shall apply in a timely manner the
2 funds so deposited to the payment of the installment due on the bonds.

3 ~~((Moneys in the said bond retirement fund may be invested as
4 determined by the state finance committee. Any interest and profits
5 derived from such interim investment shall be deposited into the said
6 bond retirement fund.))~~

7 **Sec. 90.** RCW 43.79A.020 and 1984 c 7 s 47 are each amended to read
8 as follows:

9 There is created a trust fund outside the state treasury to be
10 known as the "treasurer's trust fund." All nontreasury trust funds
11 which are in the custody of the state treasurer on April 10, 1973,
12 shall be placed in the treasurer's trust fund and be subject to the
13 terms of this chapter. Funds of the state department of transportation
14 shall be placed in the treasurer's trust fund only if mutually agreed
15 to by the state treasurer and the department. In order to assure an
16 orderly transition to a centralized management system, the state
17 treasurer may place each of such trust funds in the treasurer's trust
18 fund at such times as he deems advisable. Except for department of
19 transportation trust funds, all such funds shall be incorporated in the
20 treasurer's trust fund by June 30, 1975. Other funds in the custody of
21 state officials or state agencies may, upon their request, be
22 established as accounts in the treasurer's trust fund with the
23 discretionary concurrence of the state treasurer. All income received
24 from the treasurer's trust fund investments shall be deposited in the
25 investment income account pursuant to RCW 43.79A.040.

26 **Sec. 91.** RCW 43.79A.040 and 1973 1st ex.s. c 15 s 4 are each
27 amended to read as follows:

1 Money in the treasurer's trust fund may be deposited, invested and
2 reinvested by the state treasurer in accordance with RCW 43.84.080 in
3 the same manner and to the same extent as if the money were in the
4 state treasury.

5 All income received from investment of the treasurer's trust fund
6 shall be set aside in an account in the treasury trust fund to be known
7 as the investment income account. On or before July 20 of each year,
8 the state treasurer shall distribute all money in the investment income
9 account ~~((in the following manner. Twenty percent to the treasurer's~~
10 ~~service fund in the state treasury to help defray the costs of managing~~
11 ~~the treasurer's trust fund. The remaining eighty percent shall be~~
12 ~~divided among the various agency accounts from which such investments~~
13 ~~were made, in proportion to the respective balances thereof))~~ to the
14 state general fund except the game farm alternative account and the
15 energy account shall receive their proportionate share of earnings
16 based upon each fund's average daily balance for the period. However,
17 the earnings to be distributed shall first be reduced by the allocation
18 to the state treasurer's service account pursuant to RCW 43.08.190. In
19 conformance with Article II, section 37 of the state Constitution, no
20 trust accounts or funds shall be allocated earnings without the
21 specific affirmative directive of this section.

22 **Sec. 92.** RCW 43.08.190 and 1985 c 405 s 506 are each amended to
23 read as follows:

24 There is hereby created a fund within the state treasury to be
25 known as the "state treasurer's service fund". Such fund shall be used
26 solely for the payment of costs and expenses incurred in the operation
27 and administration of the state treasurer's office.

28 ~~((The office of financial management may direct the state treasurer~~
29 ~~to transfer to the general fund an amount not to exceed two million~~

1 ~~dollars from the state treasurer's service fund for the 1983-85 fiscal~~
2 ~~biennium.))~~ On or before July 20th of each year, moneys equivalent to
3 a maximum of one percent of the trust and treasury average daily cash
4 balances shall be allocated from the prior fiscal years earnings
5 generated under the authority of RCW 43.79A.040 and 43.84.080 and
6 placed in the state treasurer's service fund. The allocation shall
7 precede the distribution of the remaining earnings as prescribed under
8 RCW 43.79A.040 and 43.84.092. The state treasurer shall establish a
9 uniform allocation rate based on the appropriations for the treasurer's
10 office.

11 **Sec. 93.** RCW 90.48.390 and 1989 c 388 s 7 and 1989 c 262 s 3 are
12 each reenacted and amended to read as follows:

13 The coastal protection fund is established to be used by the
14 department as a revolving fund for carrying out the purposes of RCW
15 90.48.315 through 90.48.365, 78.52.020, 78.52.125, 82.36.330,
16 90.48.142, 90.48.315, 90.48.370 through 90.48.410, 90.48.903,
17 90.48.906 and 90.48.907, and 90.48.366 through 90.48.368. To this fund
18 there shall be credited penalties, fees, damages, and charges received
19 pursuant to the provisions of RCW 90.48.142 and 90.48.315 through
20 90.48.365, compensation for damages received under RCW 90.48.366
21 through 90.48.368, and an amount equivalent to one cent per gallon from
22 each marine use refund claim under RCW 82.36.330.

23 Moneys in the fund not needed currently to meet the obligations of
24 the department in the exercise of its powers, duties, and functions
25 under RCW 90.48.315 through 90.48.365 and RCW 78.52.020, 78.52.125,
26 82.36.330, 90.48.142, 90.48.315, 90.48.370 through 90.48.410,
27 90.48.903, 90.48.906 and 90.48.907 shall be deposited with the state
28 treasurer to the credit of the fund (~~and may be invested in such~~

1 manner as is provided for by law. Interest received on such investment
2 shall be credited to the fund)).

3 **Sec. 94.** RCW 28C.10.082 and 1987 c 459 s 2 are each amended to
4 read as follows:

5 The tuition recovery fund is hereby established in the custody of
6 the state treasurer. The agency shall deposit in the fund all moneys
7 received under RCW 28C.10.084. Moneys in the fund may be spent only
8 for the purposes under RCW 28C.10.084. Disbursements from the fund
9 shall be on authorization of the agency. The fund is subject to the
10 allotment procedure provided under chapter 43.88 RCW, but no
11 appropriation is required for disbursements. ((All earnings of
12 investments of such balances shall be credited to the tuition recovery
13 fund.))

14 **Sec. 95.** RCW 43.250.030 and 1990 c 106 s 2 are each amended to
15 read as follows:

16 There is created a trust fund ((in the state treasury)) to be known
17 as the public funds investment account. The account is to be
18 separately accounted for and invested by the state treasurer. All
19 moneys remitted under this chapter shall be deposited in this account.
20 ((The)) All earnings on any balances in the public funds investment
21 account, less moneys for administration pursuant to RCW 43.250.060,
22 shall be credited to the public funds investment account((
23 notwithstanding RCW 43.84.090))).

24 **Sec. 96.** RCW 43.185.030 and 1987 c 513 s 6 are each amended to
25 read as follows:

26 There is hereby created ((a fund)) in the ((office of the
27 treasurer)) state treasury an account to be known as the Washington

1 housing trust fund. The housing trust fund shall include revenue from
2 the sources established by this chapter, appropriations by the
3 legislature, private contributions, and all other sources. (~~Eighty~~
4 ~~percent of the return on the fund in the form of investment income or~~
5 ~~interest shall be added to the principal of the fund. The remaining~~
6 ~~twenty percent shall be placed in the general fund.~~)

7 **Sec. 97.** RCW 28B.10.882 and 1987 c 147 s 3 are each amended to
8 read as follows:

9 Funds appropriated by the legislature for the graduate fellowship
10 program shall be deposited in the graduate fellowship trust fund.
11 (~~All moneys deposited in the fund shall be invested by the state~~
12 ~~treasurer. Notwithstanding RCW 43.84.090, all earnings of investments~~
13 ~~of balances in the fund shall be credited to the fund.~~) At the request
14 of the higher education coordinating board under RCW 28B.10.884, the
15 treasurer shall release the state matching funds to the designated
16 institution's local endowment fund. No appropriation is required for
17 expenditures from the fund.

18 **Sec. 98.** RCW 59.22.030 and 1987 c 482 s 4 are each amended to read
19 as follows:

20 The mobile home park purchase ~~((fund))~~ account is hereby created
21 ~~((and shall be maintained))~~ in the ~~((office of the treasurer))~~ state
22 treasury. The purpose of this ~~((fund))~~ account is to provide loans
23 according to the provisions of this chapter and for related
24 administrative costs of the department. The ~~((fund))~~ account shall
25 include appropriations, loan repayments, ~~((interest,))~~ and any other
26 money from private sources made available to the state for the purposes
27 of this chapter. Owners of mobile home parks shall not be assessed for
28 the purposes of this ~~((fund))~~ account.

1 **Sec. 99.** RCW 70.148.020 and 1990 c 64 s 3 are each amended to read
2 as follows:

3 (1) The pollution liability insurance program trust account is
4 established in the custody of the state treasurer. All funds
5 appropriated for this chapter and all premiums collected for
6 reinsurance shall be deposited in the account. Expenditures from the
7 account shall be used exclusively for the purposes of this chapter
8 including payment of costs of administering the program. The account
9 is subject to allotment procedures under chapter 43.88 RCW.
10 Expenditures for payment of the costs of administering the program may
11 be made only after appropriation by statute. No appropriation is
12 required for other expenditures from the account. (~~The earnings on~~
13 ~~any surplus balances in the pollution liability insurance program trust~~
14 ~~account shall be credited to the account notwithstanding RCW~~
15 ~~43.84.090.~~)

16 (2) Each calendar quarter, the director shall report to the
17 insurance commissioner and the chairs of the senate ways and means,
18 senate financial institutions, house of representatives revenue, and
19 house of representatives financial institutions committees, the loss
20 and surplus reserves required for the calendar quarter. The director
21 shall notify the department of revenue of this amount by the fifteenth
22 day of each calendar quarter.

23 **Sec. 100.** RCW 4.92.220 and 1989 c 419 s 5 are each amended to read
24 as follows:

25 (1) A risk management account is hereby created in the treasury to
26 be an appropriated account used exclusively for the payment of costs
27 related to:

28 (a) The administration of liability, property and vehicle claims,
29 including investigation, claim processing, negotiation and settlement,

1 and other expenses relating to settlements and judgments against the
2 state not otherwise budgeted; and

3 (b) Purchase of liability and property insurance, including
4 catastrophic insurance, subject to policy conditions and limitations
5 determined by the risk manager.

6 (2) (~~Earnings on the account's assets shall be credited to the~~
7 ~~account, notwithstanding RCW 43.84.090.~~

8 ~~(3))~~) The risk management account shall be financed through a
9 combination of direct appropriations and assessments to state agencies.

10 **Sec. 101.** RCW 4.92.130 and 1989 c 419 s 4 are each amended to read
11 as follows:

12 A liability account in the custody of the treasurer is hereby
13 created as a nonappropriated account to be used solely and exclusively
14 for the payment of liability settlements and judgments against the
15 state under 42 U.S.C. Sec. 1981 et seq. or for the tortious conduct of
16 its officers, employees, and volunteers.

17 (1) The purpose of the liability account is to: (a) Expeditiously
18 pay legal liabilities of the state resulting from tortious conduct; (b)
19 promote risk control through a cost allocation system which recognizes
20 agency loss experience, levels of self-retention, and levels of risk
21 exposure; and (c) establish an actuarially sound system to pay incurred
22 losses, within defined limits.

23 (2) The liability account shall be used to pay claims for injury
24 and property damages exclusive of legal defense costs and agency-
25 retained expenses otherwise budgeted.

26 (3) No money shall be paid from the liability account unless all
27 proceeds available to the claimant from any valid and collectible
28 liability insurance shall have been exhausted and unless:

1 (a) The claim shall have been reduced to final judgment in a court
2 of competent jurisdiction; or

3 (b) The claim has been approved for payment.

4 (4) (~~Earnings on the account's assets shall be credited to the~~
5 ~~account, notwithstanding RCW 43.84.090.~~

6 ~~(5))~~) The liability account shall be financed through annual
7 premiums assessed to state agencies, based on sound actuarial
8 principles, and shall be for liability coverage in excess of agency-
9 budgeted self-retention levels.

10 (~~(6))~~) (5) Annual premium levels shall be determined by the risk
11 manager, with the consultation and advice of the risk management
12 advisory committee and concurrence from the office of financial
13 management. An actuarial study shall be conducted to assist in
14 determining the appropriate level of funding.

15 (~~(7))~~) (6) Disbursements from the liability account shall be made
16 to the claimant, or to the clerk of the court for judgments, upon
17 written request to the state treasurer from the risk manager.

18 (~~(8))~~) (7) The director of the office of financial management may
19 direct agencies to transfer moneys from other funds and accounts to the
20 liability account if premiums are delinquent.

21 (~~(9))~~) (8) The liability account shall not exceed fifty percent of
22 the actuarial value of the outstanding liability as determined annually
23 by the office of risk management. If the account exceeds the maximum
24 amount specified in this section, premiums may be adjusted by the
25 office of risk management in order to maintain the account balance at
26 the maximum limits. If, after adjustment of premiums, the account
27 balance remains above the limits specified, the excess amount will be
28 prorated back to the appropriate funds.

1 **Sec. 102.** RCW 41.40.080 and 1989 c 273 s 21 are each amended to
2 read as follows:

3 (1) All bonds or other obligations purchased according to RCW
4 43.84.150 shall be forthwith placed in the hands of the state treasurer
5 who is hereby designated as custodian thereof, and it shall be his duty
6 to collect the principal thereof and the interest thereon as the same
7 becomes due and payable, and place the same when so collected into the
8 retirement system's funds.

9 (2) The state treasurer shall be the custodian of all other funds
10 of the retirement system and all disbursements therefrom shall be paid
11 by the state treasurer upon vouchers duly authorized by the department
12 and bearing the signature of the duly authorized officer of the
13 department.

14 (3) The state treasurer is hereby authorized and directed to
15 deposit (~~(any portion of the funds of the)~~) retirement system funds not
16 needed for immediate use in the same manner and subject to all the
17 provisions of law with respect to the deposit of state funds by such
18 treasurer(~~(, and)~~). All ((interest)) investment income derived from
19 state investment board investments earned by such portion of the
20 retirement system's funds as may be deposited by the state treasurer in
21 pursuance of authority herewith given shall be collected by him and
22 placed to the credit of the retirement fund or the department of
23 retirement systems expense fund, less the allocation to the state
24 investment board expense account pursuant to RCW 43.33A.160.

25 (4) There is hereby established in the state treasury three
26 separate funds, namely:

27 (a) The public employees' retirement system plan I fund and the
28 public employees' plan II fund, into which shall be paid all moneys
29 received by the department and from which shall be paid all refunds,
30 adjustments, retirement allowances and other benefits provided for

1 herein. The plan I fund shall consist of all moneys paid to finance
2 the benefits, provided to members of plan I, and the plan II fund shall
3 consist of all moneys paid to finance the benefits provided to members
4 of plan II. All contributions by members to the department of
5 retirement systems expense fund as provided in RCW 41.40.330 and
6 contributions by employers for the expense of operating the retirement
7 system as provided for herein shall be transferred by the state
8 treasurer from the retirement system fund to the department of
9 retirement systems expense fund upon authorization of the department;

10 (b) The department of retirement systems expense fund, from which
11 shall be paid the expenses of the administration of the retirement
12 system.

13 (5) In order to reimburse the department of retirement systems
14 expense fund on an equitable basis the department shall, after
15 crediting the estimated amount to be collected as employees'
16 contributions, ascertain and report to each employer the sum necessary
17 to defray its proportional share of the entire expense of the
18 administration of this chapter during the ensuing biennium or fiscal
19 year whichever may be required. Such sum is to be computed in an
20 amount directly proportional to the estimated entire expense of the
21 said administration as the ratio of monthly salaries of the employer's
22 members bears to the total salaries of all members in the entire
23 system. It shall then be the duty of all such employers to include in
24 their budgets or otherwise provide the amounts so required.

25 (6) The department shall compute and bill each employer at the end
26 of each month for the amount due for that month to the department of
27 retirement systems expense fund and the same shall be paid as are its
28 other obligations. Such computation as to each such employer shall be
29 made on a percentage rate of salary established by the department:
30 PROVIDED, That the department may at its discretion establish a system

1 of billing based upon calendar year quarters in which event the said
2 billing shall be at the end of each such quarter.

3 (7) For the purpose of providing amounts to be used to defray the
4 cost of such administration, the department shall ascertain at the
5 beginning of each biennium and request from the legislature an
6 appropriation from the department of retirement systems expense fund
7 sufficient to cover estimated expenses for the said biennium.

8 **Sec. 103.** RCW 43.84.051 and 1965 ex.s. c 104 s 5 are each amended
9 to read as follows:

10 It shall be the duty of the state treasurer to collect the
11 interest, or other income on, and the principal of the securities held
12 in his or her custody pursuant to RCW 43.84.041 as the said sums become
13 due and payable, and to pay the same when so collected into the
14 respective funds to which the principal and interest shall accrue, less
15 the allocation to the state treasurer's service account pursuant to RCW
16 43.08.190 and the state investment board expense account pursuant to
17 RCW 43.33A.160.

18 **Sec. 104.** RCW 43.79.130 and 1965 c 8 s 43.79.130 are each amended
19 to read as follows:

20 There shall be in the state treasury a permanent and irreducible
21 fund known as the "agricultural permanent fund," into which shall be
22 paid all moneys derived from the sale of lands set apart by the
23 enabling act or otherwise for an agricultural college. The income
24 derived from investments pursuant to RCW 43.84.080 shall be credited to
25 the Washington State University building account less the allocation to
26 the state treasurer's service account pursuant to RCW 43.08.190.

1 **Sec. 105.** RCW 28B.35.751 and 1977 ex.s. c 169 s 87 are each
2 amended to read as follows:

3 All moneys received from the lease or rental of lands set apart by
4 the enabling act for state normal schools purposes; all interest or
5 income arising from the proceeds of the sale of such lands or of the
6 timber, fallen timber, stone, gravel, or other valuable material
7 thereon, less the allocation to the state treasurer's service account
8 pursuant to RCW 43.08.190 and the state investment board expense
9 account pursuant to RCW 43.33A.160; and all moneys received as interest
10 on deferred payments on contracts for the sale of such lands, shall
11 from time to time be paid into the state treasury and credited to the
12 Eastern Washington University, Central Washington University, Western
13 Washington University and The Evergreen State College capital projects
14 accounts as herein provided to be expended for capital projects, and
15 bond retirement purposes as set forth in RCW 28B.35.750, as now or
16 hereafter amended. Eastern Washington University, Central Washington
17 University, Western Washington University, and The Evergreen State
18 College shall be credited with one-fourth of the total amount:
19 PROVIDED, That Eastern Washington University, Central Washington
20 University and Western Washington University shall each be credited
21 with one-third of the total amount for so long as there remain unpaid
22 and outstanding any bonds which are payable in whole or in part out of
23 the moneys, interest or income described in this section.

24 **Sec. 106.** RCW 43.79.110 and 1965 c 8 s 43.79.110 are each amended
25 to read as follows:

26 There shall be in the state treasury a permanent and irreducible
27 fund known as the "scientific permanent fund," into which shall be paid
28 all moneys derived from the sale of lands set apart by the enabling act
29 or otherwise for a scientific school. The income derived from

1 investments pursuant to RCW 43.84.080 shall be credited to the
2 Washington State University building account less the allocation to the
3 state treasurer's service fund pursuant to RCW 43.08.190.

4 **Sec. 107.** RCW 28B.20.800 and 1969 ex.s. c 223 s 28B.20.800 are
5 each amended to read as follows:

6 All moneys hereafter received from the lease or rental of lands set
7 apart for the University of Washington by chapter 91, Laws of 1903 and
8 section 9, chapter 122, Laws of 1893, and all interest or income
9 arising from the proceeds of the sale of such land, less the allocation
10 to the state treasurer's service account pursuant to RCW 43.08.190 and
11 the state investment board expense account pursuant to RCW 43.33A.160,
12 and all proceeds from the sale of timber, fallen timber, stone, gravel,
13 or other valuable material and all other receipts therefrom shall be
14 deposited to the credit of the "University of Washington bond
15 retirement fund" to be expended for the purposes set forth in RCW
16 28B.20.720. All proceeds of sale of such lands, exclusive of
17 (~~interest~~) investment income, shall be deposited to the credit of the
18 state university permanent fund, shall be retained therein and shall
19 not be transferred to any other fund or account. All interest earned
20 or income received from the investment of the money in the state
21 university permanent fund shall be deposited to the credit of the
22 University of Washington bond retirement fund.

23 As a part of the contract of sale of bonds payable out of the
24 University of Washington bond retirement fund, the board of regents of
25 the University of Washington may covenant that all moneys derived from
26 the above provided sources, which are required to be paid into the bond
27 retirement fund, shall continue to be paid into such bond retirement
28 fund for as long as any of such bonds are outstanding.

1 **Sec. 108.** RCW 41.24.030 and 1989 c 194 s 1 and 1989 c 91 s 1 are
2 each reenacted and amended to read as follows:

3 There is created in the state treasury a trust fund for the benefit
4 of the fire fighters of the state covered by this chapter, which shall
5 be designated the volunteer fire fighters' relief and pension fund and
6 shall consist of:

7 (1) All bequests, fees, gifts, emoluments, or donations given or
8 paid to the fund.

9 (2) An annual fee for each member of its fire department to be paid
10 by each municipal corporation for the purpose of affording the members
11 of its fire department with protection from death or disability as
12 herein provided as follows:

13 (a) Ten dollars for each volunteer or part-paid member of its fire
14 department;

15 (b) A sum equal to one and one-half of one percent of the annual
16 salary attached to the rank of each full-paid member of its fire
17 department, prorated for 1970 on the basis of services prior to March
18 1, 1970.

19 (3) Where a municipal corporation has elected to make available to
20 the members of its fire department the retirement provisions as herein
21 provided, an annual fee of thirty dollars for each of its fire fighters
22 electing to enroll therein, ten dollars of which shall be paid by the
23 municipality and twenty dollars of which shall be paid by the fire
24 fighter.

25 (4) Forty percent of all moneys received by the state from taxes on
26 fire insurance premiums shall be paid into the state treasury and
27 credited to the fund.

28 (5) The state investment board, upon request of the state treasurer
29 shall have full power to invest or reinvest such portion of the amounts
30 credited to the fund as is not, in the judgment of the treasurer,

1 required to meet current withdrawals. Such investments shall be made
2 in the manner prescribed by RCW 43.84.150 and not otherwise.

3 (6) All bonds or other obligations purchased according to
4 subsection (5) of this section shall be forthwith placed in the custody
5 of the state treasurer, and he shall collect the principal thereof and
6 interest thereon when due.

7 The state investment board may sell any of the bonds or obligations
8 so acquired and the proceeds thereof shall be paid to the state
9 treasurer.

10 The interest and proceeds from the sale and redemption of any bonds
11 or other obligations held by the fund and invested by the state
12 investment board shall be credited to and form a part of the fund, less
13 the allocation to the state investment board expense account pursuant
14 to RCW 43.33A.160.

15 All amounts credited to the fund shall be available for making the
16 payments required by this chapter.

17 The state treasurer shall make an annual report showing the
18 condition of the fund.

19 **Sec. 109.** RCW 28B.10.868 and 1987 c 8 s 3 are each amended to read
20 as follows:

21 Funds appropriated by the legislature for the distinguished
22 professorship program shall be deposited in the distinguished
23 professorship trust fund. (~~All moneys deposited in the fund shall be~~
24 ~~invested by the state treasurer. Notwithstanding RCW 43.84.090, all~~
25 ~~earnings of investments of balances of the fund shall be credited to~~
26 ~~the fund.)) At the request of the higher education coordinating board
27 under RCW 28B.10.870, the treasurer shall release the state matching
28 funds to the designated institution's local endowment fund. No
29 appropriation is required for expenditures from the fund.~~

1 **Sec. 110.** RCW 43.85.130 and 1981 2nd ex.s. c 4 s 1 are each
2 amended to read as follows:

3 (1) The department shall deposit daily all moneys and fees
4 collected or received by the commissioner of public lands and the
5 department of natural resources in the discharge of official duties as
6 follows:

7 (a) The department shall pay moneys received as advance payments,
8 deposits, and security from successful bidders under RCW 79.01.132 and
9 79.01.204 to the state treasurer for deposit under subsection (1)(b) of
10 this section. Moneys received from unsuccessful bidders shall be
11 returned as provided in RCW 79.01.204;

12 (b) The department shall pay all moneys received on behalf of a
13 trust fund or account to the state treasurer for deposit in the trust
14 fund or account after making the deduction authorized under RCW
15 76.12.030, 76.12.120, and 79.64.040;

16 (c) The natural resources deposit fund is hereby created. The
17 state treasurer is the custodian of the fund. All moneys or sums which
18 remain in the custody of the commissioner of public lands awaiting
19 disposition or where the final disposition is not known shall be
20 deposited into the natural resources deposit fund. Disbursement from
21 the fund shall be on the authorization of the commissioner or the
22 commissioner's designee, without necessity of appropriation;

23 (d) If it is required by law that the department repay moneys
24 disbursed under subsections (1)(a) and (1)(b) of this section the state
25 treasurer shall transfer such moneys, without necessity of
26 appropriation, to the department upon demand by the department from
27 those trusts and accounts originally receiving the moneys.

28 (2) Money shall not be deemed to have been paid to the state upon
29 any sale or lease of land until it has been paid to the state
30 treasurer.

1 (3) All earnings of investments of balances in the natural
2 resources deposit fund shall be allocated to the natural resources
3 deposit fund, less the allocation to the state treasurer's service
4 account pursuant to RCW 43.08.190.

5 **Sec. 111.** RCW 41.05.120 and 1988 c 107 s 10 are each amended to
6 read as follows:

7 (1) The state employees' insurance account is hereby established in
8 the custody of the state treasurer, to be used by the administrator for
9 the deposit of contributions, reserves, dividends, and refunds, and for
10 payment of premiums for employee insurance benefit contracts. Moneys
11 from the account shall be disbursed by the state treasurer by warrants
12 on vouchers duly authorized by the administrator. ~~((Notwithstanding~~
13 ~~RCW 43.84.090,))~~ All earnings of investments of balances in the state
14 employees' insurance account shall be credited to the state employees'
15 insurance account less the allocation to the state treasurer's service
16 account pursuant to RCW 43.08.190.

17 (2) The state treasurer and the state investment board may invest
18 moneys in the state employees' insurance account. All such investments
19 shall be in accordance with RCW 43.84.080 or 43.84.150, whichever is
20 applicable. The administrator shall determine whether the state
21 treasurer or the state investment board or both shall invest moneys in
22 the state employees' insurance account.

23 **Sec. 112.** RCW 41.04.260 and 1987 c 475 s 11 and 1987 c 121 s 1 are
24 each reenacted and amended to read as follows:

25 (1) There is hereby created a committee for deferred compensation
26 to be composed of five members appointed by the governor, one of whom
27 shall be a representative of an employee association or union certified
28 as an exclusive representative of at least one bargaining unit of

1 classified employees, one who shall be a representative of either a
2 credit union, savings and loan association, mutual savings bank or
3 bank, one who possesses expertise in the area of insurance or
4 investment of public funds, one who shall be the state attorney general
5 or his designee, and one additional member selected by the governor.
6 The committee shall serve without compensation but shall receive travel
7 expenses as provided for in RCW 43.03.050 and 43.03.060 as now existing
8 or hereafter amended.

9 (2) The deferred compensation principal account is hereby created
10 in the state treasury. Any deficiency in the deferred compensation
11 administrative account (~~((caused by an excess of administrative expenses~~
12 ~~disbursed from that account over earnings of investments of balances~~
13 ~~credited to that account))~~) shall be (~~((transferred))~~) eliminated by
14 transferring moneys to that account from the deferred compensation
15 principal account.

16 The amount of compensation deferred by employees under agreements
17 entered into under the authority contained in RCW 41.04.250 shall be
18 paid into the deferred compensation principal account and shall be
19 sufficient to cover costs of administration and staffing in addition to
20 such other amounts as determined by this committee. The deferred
21 compensation principal account shall be used to carry out the purposes
22 of RCW 41.04.250. All eligible state employees shall be given the
23 opportunity to participate in agreements entered into by the committee
24 under RCW 41.04.250. State agencies shall cooperate with the committee
25 in providing employees with the opportunity to participate. Any
26 county, municipality, or other subdivision of the state may elect to
27 participate in any agreements entered into by the committee under RCW
28 41.04.250, including the making of payments therefrom to the employees
29 participating in a deferred compensation plan upon their separation
30 from state or other qualifying service. Accordingly, the deferred

1 compensation principal account shall be considered to be a public
2 pension or retirement fund within the meaning of Article XXIX, section
3 1 of the state Constitution, for the purpose of determining eligible
4 investments and deposits of the moneys therein. All moneys in the
5 deferred compensation principal account, all property and rights
6 purchased therewith, and all income attributable thereto, exclusive of
7 investment income pursuant to RCW 43.84.080, shall remain (until made
8 available to the participating employee or other beneficiary) solely
9 the money, property, and rights of the state and participating
10 counties, municipalities and subdivisions (without being restricted to
11 the provision of benefits under the plan) subject only to the claims of
12 the state's and participating jurisdictions' general creditors.
13 Participating jurisdictions shall each retain property rights
14 separately.

15 (3) The state investment board, at the request of the deferred
16 compensation committee, is authorized to invest moneys in the deferred
17 compensation principal account in accordance with RCW 43.84.150.
18 Except as provided in RCW 43.33A.160, one hundred percent of all
19 earnings from these investments shall accrue directly to the deferred
20 compensation principal account. (~~The earnings on any surplus balances~~
21 ~~in the deferred compensation principal account shall be credited to the~~
22 ~~deferred compensation principal account, notwithstanding RCW~~
23 ~~43.84.090.~~)

24 (4) The deferred compensation administrative account is hereby
25 created in the state treasury. All expenses of the committee including
26 staffing and administrative expenses shall be paid out of the deferred
27 compensation administrative account. (~~Notwithstanding RCW 43.84.090,~~
28 ~~all earnings of investments of balances in the deferred compensation~~
29 ~~administrative account shall be credited to this account.~~) Any excess
30 of (~~earnings of investments of~~) balances credited to this account

1 (~~over administrative expenses disbursed from this account~~) shall be
2 (~~expended~~) transferred to the deferred compensation principal
3 account. Any deficiency in the deferred compensation administrative
4 account (~~caused by an excess of administrative expenses disbursed from~~
5 ~~this account over earnings of investments of balances credited to this~~
6 ~~account~~) shall be transferred to this account from the deferred
7 compensation principal account.

8 (5) In addition to the duties specified in this section and RCW
9 41.04.250, the deferred compensation committee shall administer the
10 salary reduction plan established in RCW 41.04.600 through 41.04.645.

11 (6) The deferred compensation committee shall keep or cause to be
12 kept full and adequate accounts and records of the assets, obligations,
13 transactions, and affairs of any deferred compensation plans created
14 under RCW 41.04.250 through 41.04.260.

15 The deferred compensation committee shall file an annual report of
16 the financial condition, transactions, and affairs of the deferred
17 compensation plans under the committee's jurisdiction. A copy of the
18 annual report shall be filed with the speaker of the house of
19 representatives, the president of the senate, the governor, and the
20 state auditor.

21 (7) Members of the deferred compensation committee shall be deemed
22 to stand in a fiduciary relationship to the employees participating in
23 the deferred compensation plans created under RCW 41.04.250 through
24 41.04.260 and shall discharge the duties of their respective positions
25 in good faith and with that diligence, care, and skill which ordinary
26 prudent persons would exercise under similar circumstances in like
27 positions.

28 (8) The committee may adopt rules necessary to carry out the
29 purposes of RCW 41.04.250 and 41.04.260.

1 **Sec. 113.** RCW 90.50A.020 and 1988 c 284 s 3 are each amended to
2 read as follows:

3 (1) The water pollution control revolving fund is hereby
4 established in the custody of the state treasurer. Moneys in this fund
5 are not subject to legislative appropriation. Moneys in the fund may
6 be spent only in a manner consistent with this chapter.

7 (2) The water pollution control revolving fund shall consist of:

8 (a) All capitalization grants provided by the federal government
9 under the federal water quality act of 1987;

10 (b) All state matching funds appropriated or authorized by the
11 legislature;

12 (c) Any other revenues derived from gifts or bequests pledged to
13 the state for the purpose of providing financial assistance for water
14 pollution control projects;

15 (d) All repayments of moneys borrowed from the fund;

16 (e) All interest payments made by borrowers from the fund;

17 (f) Any other fee or charge levied in conjunction with
18 administration of the fund; and

19 (g) Any new funds as a result of leveraging.

20 ~~((3) The state treasurer may invest and reinvest moneys in the
21 water pollution control revolving fund in the manner provided by law.
22 All earnings from such investment and reinvestment shall be credited to
23 the water pollution control revolving fund.))~~

24 **Sec. 114.** RCW 2.14.080 and 1989 c 139 s 3 are each amended to read
25 as follows:

26 (1) The administrator for the courts shall:

27 (a) Deposit or invest the contributions under RCW 2.14.090 in a
28 credit union, savings and loan association, bank, or mutual savings
29 bank;

1 (b) Purchase life insurance, shares of an investment company, or
2 fixed and/or variable annuity contracts from any insurance company or
3 investment company licensed to contract business in this state; or

4 (c) Invest in any of the class of investments described in RCW
5 43.84.150.

6 (2) The state investment board or the committee for deferred
7 compensation, at the request of the administrator for the courts, may
8 invest moneys in the principal account. Moneys invested by the
9 investment board shall be invested in accordance with RCW 43.84.150.
10 Moneys invested by the committee for deferred compensation shall be
11 invested in accordance with RCW 41.04.250. Except as provided in RCW
12 43.33A.160 or as necessary to pay a pro rata share of expenses incurred
13 by the committee for deferred compensation, one hundred percent of all
14 earnings from these investments, exclusive of investment income
15 pursuant to RCW 43.84.080, shall accrue directly to the principal
16 account. (~~The earnings on any surplus balances in the principal~~
17 ~~account shall be credited to the principal account, notwithstanding RCW~~
18 ~~43.84.090.~~)

19 **Sec. 115.** RCW 46.68.210 and 1990 c 42 s 411 are each amended to
20 read as follows:

21 (1) The Puyallup tribal settlement account is hereby created in the
22 motor vehicle fund. All moneys designated by the "Agreement between
23 the Puyallup Tribe of Indians, local governments in Pierce county, the
24 state of Washington, the United States of America, and certain private
25 property owners," dated August 27, 1988, (the "agreement") for use by
26 the department of transportation on the Blair project as described in
27 the agreement shall be deposited into the account, including but not
28 limited to federal appropriations for the Blair project, and

1 appropriations contained in section 34, chapter 6, Laws of 1989 1st ex.
2 sess. and section 709, chapter 19, Laws of 1989 1st ex. sess.

3 (2) All moneys deposited into the account shall be expended by the
4 department of transportation pursuant to appropriation solely for the
5 Blair project as described in the agreement.

6 (3) All earnings of investments of balances in the account shall be
7 credited to the account, less the allocation to the state treasurer's
8 service account pursuant to RCW 43.08.190.

9 **Sec. 116.** RCW 81.100.070 and 1990 c 43 s 18 are each amended to
10 read as follows:

11 Funds collected by the department of revenue or other entity under
12 RCW 81.100.030, or by the department of licensing under RCW 81.100.060,
13 less the deduction for collection expenses, shall be deposited in the
14 high occupancy vehicle account hereby created in the custody of the
15 state treasurer. On the first day of the months of January, April,
16 July, and October of each year, the state treasurer shall distribute
17 the funds in the account to the counties on whose behalf the funds were
18 received. The state treasurer shall make the distribution under this
19 section without appropriation. ~~((All earnings of investments of~~
20 ~~balances in this account shall be credited to this account except as~~
21 ~~provided in RCW 43.84.090 and 43.84.092.))~~

22 **Sec. 117.** RCW 28B.20.468 and 1990 c 282 s 4 are each amended to
23 read as follows:

24 The Warren G. Magnuson institute trust fund is hereby established.
25 The trust fund shall be administered by the state treasurer. Funds
26 appropriated by the legislature for the trust fund shall be deposited
27 into the trust fund. ~~((All moneys deposited in the trust fund shall be~~
28 ~~invested by the state treasurer. Notwithstanding RCW 43.84.090, all~~

1 ~~earnings of investments of balances of the trust fund shall be credited~~
2 ~~to the fund.))~~ At the request of the board of regents of the
3 University of Washington, and when conditions set forth in RCW
4 28B.20.470 are met, the treasurer shall release state matching moneys
5 in the fund to the University of Washington's local endowment fund. No
6 appropriation is required for expenditures from the trust fund.

7 **Sec. 118.** RCW 28B.108.050 and 1990 c 287 s 6 are each amended to
8 read as follows:

9 The American Indian endowed scholarship trust fund is established.
10 The trust fund shall be administered by the state treasurer. Funds
11 appropriated by the legislature for the trust fund shall be deposited
12 into the fund. (~~All moneys deposited in the fund shall be invested by~~
13 ~~the state treasurer. Notwithstanding RCW 43.84.090, all earnings of~~
14 ~~investments of balances of the trust fund shall be credited to the~~
15 ~~fund.))~~ At the request of the higher education coordinating board, and
16 when conditions set forth in RCW 28B.108.070 are met, the treasurer
17 shall deposit state matching moneys in the trust fund into the American
18 Indian endowment fund. No appropriation is required for expenditures
19 from the trust fund.

20 **Sec. 119.** RCW 28B.50.837 and 1990 c 29 s 2 are each amended to
21 read as follows:

22 (1) The Washington community college exceptional faculty awards
23 program is established. The program shall be administered by the state
24 board for community college education. The community college faculty
25 awards trust fund hereby created shall be administered by the state
26 treasurer.

27 (2) Funds appropriated by the legislature for the community college
28 exceptional faculty awards program shall be deposited in the community

1 college faculty awards trust fund. (~~All moneys deposited in the fund~~
2 ~~shall be invested by the state treasurer. Notwithstanding RCW~~
3 ~~43.84.090, all earnings of investments of balances in the fund shall be~~
4 ~~credited to the fund.~~) At the request of the state board for
5 community college education, the treasurer shall release the state
6 matching funds to the designated institution's local endowment fund.
7 No appropriation is necessary for the expenditure of moneys from the
8 fund.

9 **Sec. 120.** RCW 41.26.070 and 1989 c 273 s 12 are each amended to
10 read as follows:

11 Two funds are hereby created and established in the state treasury
12 to be known as the Washington law enforcement officers' and fire
13 fighters' system plan I retirement fund, and the Washington law
14 enforcement officers' and fire fighters' system plan II retirement fund
15 which shall consist of all moneys paid into them in accordance with the
16 provisions of this chapter, whether such moneys shall take the form of
17 cash, securities, or other assets. The plan I fund shall consist of
18 all moneys paid to finance the benefits provided to members of plan I,
19 and the plan II fund shall consist of all moneys paid to finance the
20 benefits provided to members of plan II. The state investment board has
21 full power to invest or reinvest the funds created by this chapter in
22 the securities authorized by RCW 43.84.150.

23 (1) The state treasurer shall be the custodian of all funds of the
24 retirement system and all disbursements therefrom shall be paid by the
25 state treasurer upon vouchers duly authorized by the department and
26 bearing the signature of the duly authorized officer of the department.

27 (2) The state treasurer is hereby authorized and directed to
28 deposit any portion of the funds of the retirement system not needed
29 for immediate use in the same manner and subject to all the provisions

1 of law with respect to the deposit of state funds by such treasurer((
2 and)). All ((interest)) investment income derived from state
3 investment board investments earned by such portion of the retirement
4 system's funds as may be deposited by the state treasurer in pursuance
5 of authority herewith given shall be collected by him and placed to the
6 credit of the retirement fund or the department of retirement systems
7 expense fund, less the allocation to the state investment board expense
8 account pursuant to RCW 43.33A.160.

9 (3) Into the retirement system fund shall be paid all moneys
10 received by the department, and paid therefrom shall be all refunds,
11 adjustments, retirement allowances and other benefits provided for
12 herein. All contributions by employers for the expense of operating
13 the retirement system as provided for herein shall be transferred by
14 the state treasurer from the retirement system fund to the department
15 of retirement systems expense fund upon authorization of the
16 department.

17 (4) There is hereby utilized for the purposes of this chapter, the
18 department of retirement systems expense fund, as provided for in RCW
19 41.40.080 and from which shall be paid the expenses of the
20 administration of this retirement system.

21 (5) In order to reimburse the department of retirement systems
22 expense fund on an equitable basis the department shall ascertain and
23 report to each employer the contribution rate necessary to defray its
24 proportional share of the entire expense of the administration of this
25 chapter during the ensuing biennium or fiscal year whichever may be
26 required. Such sum is to be computed in an amount directly
27 proportional to the estimated entire expense of the said administration
28 as the ratio of monthly salaries of the employer's members bears to the
29 total salaries of all members in the entire system. It shall then be

1 the duty of all such employers to include in their budgets or otherwise
2 provide the amounts so required.

3 (6) The department shall compute and bill each employer at the end
4 of each month for the amount due for that month to the department of
5 retirement systems expense fund and the same shall be paid as are its
6 other obligations. Such computation as to each such employer shall be
7 made on a percentage rate of salary established by the department:
8 PROVIDED, That the department may at its discretion establish a system
9 of billing based upon calendar year quarters in which event the said
10 billing shall be at the end of each such quarter.

11 (7) For the purpose of providing amounts to be used to defray the
12 cost of such administration, the department shall ascertain at the
13 beginning of each biennium and request from the legislature an
14 appropriation from the department of retirement systems expense fund
15 sufficient to cover estimated expenses for the said biennium.

16 (8) RCW 41.26.060(~~(7)~~) and 41.26.070 (~~(and 41.26.085)~~) shall take
17 effect commencing on January 1, 1972.

18 **Sec. 121.** RCW 28B.108.060 and 1990 c 287 s 7 are each amended to
19 read as follows:

20 The American Indian scholarship endowment fund is established. The
21 endowment fund shall be administered by the state treasurer. Moneys
22 received from the higher education coordinating board, private
23 donations, state matching moneys, and funds received from any other
24 source may be deposited into the endowment fund. (~~All moneys~~
25 ~~deposited in the endowment fund shall be invested by the state~~
26 ~~treasurer. Notwithstanding RCW 43.84.090, all earnings of investments~~
27 ~~of balances of the endowment fund shall be credited to the endowment~~
28 ~~fund.~~) At the request of the higher education coordinating board, the
29 treasurer shall release (~~earnings~~) moneys from the endowment fund to

1 the board for scholarships. No appropriation is required for
2 expenditures from the endowment fund.

3 ~~((The principal of the endowment fund shall not be invaded. The
4 earnings on the fund shall be used solely for the purposes set forth in
5 RCW 28B.108.040.))~~

6 **Sec. 122.** RCW 41.48.065 and 1983 1st ex.s. c 6 s 1 are each
7 amended to read as follows:

8 There is hereby established a separate fund in the custody of the
9 state treasurer to be known as the OASI revolving fund. The fund shall
10 consist of all moneys designated for deposit in the fund ~~((and the
11 interest earnings therefrom))~~. The OASI revolving fund shall be used
12 exclusively for the purpose of this section. Withdrawals from the fund
13 shall be made for the payment of amounts the state may be obligated to
14 pay or forfeit by reason of any failure of any public agency to pay
15 assessments on contributions or interest assessments required under the
16 federal-state agreement under this chapter or federal regulations.

17 The treasurer of the state shall be ex officio treasurer and
18 custodian of the fund and shall administer the fund in accordance with
19 this chapter and the directions of the governor and shall pay all
20 amounts drawn upon it in accordance with this section and with the
21 regulations the governor may prescribe under this section.

22 **Sec. 123.** RCW 41.48.060 and 1973 c 126 s 14 are each amended to
23 read as follows:

24 (1) There is hereby established a special ~~((fund))~~ account in the
25 state treasury to be known as the OASI contribution ~~((fund. All
26 interest earnings presently in and all interest earnings accruing to
27 this fund in accordance with RCW 39.58.120 shall be deposited in the
28 state's general fund))~~ account. Such ~~((fund))~~ account shall consist of

1 and there shall be deposited in such ((fund)) account: (a) All
2 contributions and penalties collected under RCW 41.48.040 and
3 41.48.050; (b) all moneys appropriated thereto under this chapter; (c)
4 any property or securities belonging to the ((fund)) account; and (d)
5 all sums recovered upon the bond of the custodian or otherwise for
6 losses sustained by the ((fund)) account and all other moneys received
7 for the ((fund)) account from any other source. All moneys in the
8 ((fund)) account shall be mingled and undivided. Subject to the
9 provisions of this chapter, the governor is vested with full power,
10 authority and jurisdiction over the ((fund)) account, including all
11 moneys and property or securities belonging thereto, and may perform
12 any and all acts whether or not specifically designated, which are
13 necessary to the administration thereof and are consistent with the
14 provisions of this chapter.

15 (2) The OASI contribution ((fund)) account shall be established and
16 held separate and apart from any other funds of the state and shall be
17 used and administered exclusively for the purpose of this chapter.
18 Withdrawals from such ((fund)) account shall be made for, and solely
19 for (a) payment of amounts required to be paid to the secretary of the
20 treasury pursuant to an agreement entered into under RCW 41.48.030; (b)
21 payment of refunds provided for in RCW 41.48.040(3); and (c) refunds of
22 overpayments, not otherwise adjustable, made by a political subdivision
23 or instrumentality.

24 (3) From the OASI contribution ((fund)) account the custodian of
25 the fund shall pay to the secretary of the treasury such amounts and at
26 such time or times as may be directed by the governor in accordance
27 with any agreement entered into under RCW 41.48.030 and the social
28 security act.

29 (4) The treasurer of the state shall be ex officio treasurer and
30 custodian of the OASI contribution ((fund)) account and shall

1 administer such ((fund)) account in accordance with the provisions of
2 this chapter and the directions of the governor and shall pay all
3 warrants drawn upon it in accordance with the provisions of this
4 section and with the regulations as the governor may prescribe pursuant
5 thereto.

6 **Sec. 124.** RCW 28A.520.020 and 1990 c 33 s 430 are each amended to
7 read as follows:

8 (1) There shall be a fund known as the federal forest revolving
9 ((fund)) account. The state treasurer, who shall be custodian of the
10 revolving ((fund)) account, shall deposit into the revolving ((fund))
11 account the funds for each county received by the state in accordance
12 with Title 16, section 500, United States Code. The state treasurer
13 shall distribute these moneys to the counties according to the
14 determined proportional area. The county legislative authority shall
15 expend fifty percent of the money for the benefit of the public roads
16 and other public purposes as authorized by federal statute or public
17 schools of such county and not otherwise. Disbursements by the
18 counties of the remaining fifty percent of the money shall be as
19 authorized by the superintendent of public instruction, or the
20 superintendent's designee, and shall occur in the manner provided in
21 subsection (2) of this section.

22 (2) No later than thirty days following receipt of the funds from
23 the federal government, the superintendent of public instruction shall
24 apportion moneys distributed to counties for schools to public school
25 districts in the respective counties in proportion to the number of
26 full time equivalent students enrolled in each public school district
27 to the number of full time equivalent students enrolled in public
28 schools in the county. In apportioning these funds, the superintendent
29 of public instruction shall utilize the October enrollment count.

1 (3) If the amount received by any public school district pursuant
2 to subsection (2) of this section is less than the basic education
3 allocation to which the district would otherwise be entitled, the
4 superintendent of public instruction shall apportion to the district,
5 in the manner provided by RCW 28A.510.250, an amount which shall be the
6 difference between the amount received pursuant to subsection (2) of
7 this section and the basic education allocation to which the district
8 would otherwise be entitled.

9 (4) All federal forest funds shall be expended in accordance with
10 the requirements of Title 16, section 500, United States Code, as now
11 existing or hereafter amended.

12 (5) All earnings of investments of balances in the federal forest
13 revolving account shall be credited to the federal forest revolving
14 account for apportionment to the counties, less the allocation to the
15 state treasurer's service fund pursuant to RCW 43.08.190.

16 **Sec. 125.** RCW 2.10.080 and 1981 c 3 s 22 are each amended to read
17 as follows:

18 (1) The state treasurer shall be the custodian of all funds and
19 securities of the retirement system. Disbursements from this fund
20 shall be made by the state treasurer upon receipt of duly authorized
21 vouchers.

22 (2) The state treasurer is hereby authorized and directed to
23 deposit any portion of the funds of the retirement system not needed
24 for immediate use in the same manner and subject to all the provisions
25 of law with respect to the deposit of state funds by such treasurer(~~(~~
26 ~~and))~~). All ((interest)) investment income derived from state
27 investment board investments earned by such portion of the retirement
28 system's funds as may be deposited by the state treasurer in pursuance
29 of authority herewith given shall be collected by him or her and placed

1 to the credit of the retirement fund, less the allocation to the state
2 investment board expense account pursuant to RCW 43.33A.160.

3 (3) The state investment board established by RCW 43.33A.020 has
4 full power to invest or reinvest the funds of this system in those
5 classes of investments authorized by RCW 43.84.150.

6 (4) For the purpose of providing amounts to be used to defray the
7 cost of administration, the judicial retirement board shall ascertain
8 at the beginning of each biennium and request from the legislature an
9 appropriation sufficient to cover estimated expenses for the said
10 biennium.

11 **Sec. 126.** RCW 43.160.080 and 1987 c 422 s 6 are each amended to
12 read as follows:

13 There shall be a fund known as the public facilities construction
14 loan revolving ~~((fund))~~ account, which shall consist of all moneys
15 collected under this chapter, except moneys of the board collected in
16 connection with the issuance of industrial development revenue bonds,
17 and any moneys appropriated to it by law: PROVIDED, That seventy-five
18 percent of all principal and interest payments on loans made with the
19 proceeds deposited in the ~~((fund))~~ account under section 901, chapter
20 57, Laws of 1983 1st ex. sess. shall be deposited in the general fund
21 as reimbursement for debt service payments on the bonds authorized in
22 RCW 43.83.184. The state treasurer shall be custodian of the revolving
23 ~~((fund))~~ account. Disbursements from the revolving ~~((fund))~~ account
24 shall be on authorization of the board. In order to maintain an
25 effective expenditure and revenue control, the public facilities
26 construction loan revolving ~~((fund))~~ account shall be subject in all
27 respects to chapter 43.88 RCW, but no appropriation is required to
28 permit expenditures and payment of obligations from the ~~((fund-~~

1 ~~Moneys in this fund not needed to meet the current expenses and~~
2 ~~obligations of the board shall be invested in the manner authorized for~~
3 ~~moneys in revolving funds. Any interest earned shall be deposited in~~
4 ~~this fund and shall be used for the purposes specified in this chapter.~~
5 ~~The state treasurer shall render reports to the board advising of the~~
6 ~~status of any funds invested, the market value of the assets as of the~~
7 ~~date the statement is rendered, and the income received from the~~
8 ~~investments during the period covered by the report)) account.~~

9 **Sec. 127.** RCW 74.18.230 and 1985 c 97 s 2 and 1985 c 57 s 72 are
10 each reenacted and amended to read as follows:

11 (1) There is established in the state treasury an account known as
12 the business enterprises revolving account.

13 (2) The net proceeds from any vending machine operation in a public
14 building, other than an operation managed by a licensee, shall be made
15 payable to the business enterprises revolving fund. Net proceeds, for
16 purposes of this section, means the gross amount received less the
17 costs of the operation, including a fair minimum return to the vending
18 machine owner, which return shall not exceed a reasonable amount to be
19 determined by the department.

20 (3) All moneys in the business enterprises revolving fund shall be
21 expended only for development and expansion of locations, equipment,
22 management services, and payments to licensees in the business
23 enterprises program.

24 (4) The business enterprises program shall be supported by the
25 business enterprises revolving fund and by income which may accrue to
26 the department pursuant to the federal Randolph-Sheppard Act.

27 (5) Vocational rehabilitation funds may be spent in connection with
28 the business enterprises program for training persons to become

1 licensees and for other services that are required to complete an
2 individual written rehabilitation program.

3 ~~((6) All earnings of investments of balances in the business
4 enterprises revolving account shall be credited to the business
5 enterprises revolving account.))~~

6 NEW SECTION. **Sec. 128.** The following acts or parts of acts are
7 each repealed:

8 (1) RCW 43.84.090 and 1990 2nd ex.s. c 1 s 203, 1990 c 106 s 5,
9 1985 c 233 s 5, 1981 c 242 s 2, 1975-'76 2nd ex.s. c 123 s 1, 1969 c 50
10 s 1, 1967 c 66 s 1, 1965 ex.s. c 82 s 1, & 1965 c 8 s 43.84.090;

11 (2) RCW 43.185.040 and 1986 c 298 s 5;

12 (3) RCW 46.09.290 and 1986 c 206 s 14;

13 (4) RCW 70.48.120 and 1987 c 462 s 8, 1986 c 118 s 8, 1981 c 276 s
14 1, & 1977 ex.s. c 316 s 12;

15 (5) RCW 43.31.958 and 1985 c 57 s 31 & 1979 ex.s. c 260 s 2;

16 (6) RCW 43.99C.040 and 1985 c 57 s 55 & 1979 ex.s. c 221 s 7;

17 (7) RCW 27.60.060 and 1985 c 291 s 3, 1985 c 57 s 8, & 1984 c 120
18 s 2;

19 (8) RCW 28B.31.040 and 1985 c 57 s 14 & 1977 ex.s. c 344 s 4;

20 (9) RCW 75.48.030 and 1985 c 57 s 73, 1983 1st ex.s. c 46 s 163, &
21 1977 ex.s. c 308 s 3;

22 (10) RCW 28B.56.030 and 1985 c 57 s 17 & 1972 ex.s. c 133 s 3;

23 (11) RCW 43.83I.166 and 1985 c 57 s 50 & 1979 ex.s. c 224 s 4;

24 (12) RCW 36.22.180 and 1989 c 204 s 4; and

25 (13) RCW 43.79.415 and 1974 ex.s. c 53 s 1 & 1973 1st ex.s. c 129
26 s 1.

27 NEW SECTION. **Sec. 129.** If any provision of this act or its
28 application to any person or circumstance is held invalid, the

1 remainder of the act or the application of the provision to other
2 persons or circumstances is not affected.

3 NEW SECTION. **Sec. 130.** This act is necessary for the immediate
4 preservation of the public peace, health, or safety, or support of the
5 state government and its existing public institutions.

6 (1) On or before June 30, 1991, the balances remaining in the local
7 jail improvement and construction account, the 1979 handicapped
8 facilities construction account, the salmon enhancement construction
9 account, the community college capital improvements accounts, and the
10 fisheries capital projects account shall be transferred to the state
11 building construction account and the balance remaining in the
12 Washington State University construction account shall be transferred
13 to the Washington State University building account.

14 (2) Except for subsection (1) of this section, this act shall take
15 effect July 1, 1991, but shall not be effective for earnings on
16 balances prior to July 1, 1991, regardless of when a distribution is
17 made.