
SUBSTITUTE HOUSE BILL 1071

State of Washington

54th Legislature

1995 Regular Session

By House Committee on Capital Budget (originally sponsored by Representatives Sehlin, Ogden and Dellwo; by request of Office of Financial Management)

Read first time 03/24/95.

1 AN ACT Relating to general obligation bonds; and adding a new
2 chapter to Title 43 RCW.

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

4 NEW SECTION. **Sec. 1.** For the purpose of providing funds to
5 finance the projects described and authorized by the legislature in the
6 capital and operating appropriations acts for the 1995-97 fiscal
7 biennium, and all costs incidental thereto, the state finance committee
8 is authorized to issue general obligation bonds of the state of
9 Washington in the sum of seven hundred fifteen million dollars, or as
10 much thereof as may be required, to finance these projects and all
11 costs incidental thereto. Bonds authorized in this section may be sold
12 at such price as the state finance committee shall determine. No bonds
13 authorized in this section may be offered for sale without prior
14 legislative appropriation of the net proceeds of the sale of the bonds.

15 NEW SECTION. **Sec. 2.** The proceeds from the sale of the bonds
16 authorized in section 1 of this act shall be deposited in the state
17 building construction account created by RCW 43.83.020. The proceeds
18 shall be transferred as follows:

1 (1) Six hundred sixty million dollars to remain in the state
2 building construction account created by RCW 43.83.020;

3 (2) Seventeen million five hundred thousand dollars to the outdoor
4 recreation account created by RCW 43.99.060;

5 (3) Seventeen million five hundred thousand dollars to the habitat
6 conservation account created by RCW 43.98A.020; and

7 (4) Two million nine hundred twelve thousand dollars to the public
8 safety reimbursable bond account.

9 These proceeds shall be used exclusively for the purposes specified
10 in this section and for the payment of expenses incurred in the
11 issuance and sale of the bonds issued for the purposes of this section,
12 and shall be administered by the office of financial management subject
13 to legislative appropriation.

14 NEW SECTION. **Sec. 3.** (1) The state general obligation bond
15 retirement fund shall be used for the payment of the principal of and
16 interest on the bonds authorized in section 2 (1), (2), (3), and (4) of
17 this act.

18 (2) The state finance committee shall, on or before June 30th of
19 each year, certify to the state treasurer the amount needed in the
20 ensuing twelve months to meet the bond retirement and interest
21 requirements. Not less than thirty days prior to the date on which any
22 interest or principal and interest payment is due, the state treasurer
23 shall withdraw from any general state revenues received in the state
24 treasury and deposit in the general obligation bond retirement fund an
25 amount equal to the amount certified by the state finance committee to
26 be due on the payment date.

27 (3) On each date on which any interest or principal and interest
28 payment is due on bonds issued for the purposes of section 2(4) of this
29 act, the state treasurer shall transfer from the public safety and
30 education account to the general fund of the state treasury the amount
31 computed in subsection (2) of this section for the bonds issued for the
32 purposes of section 2(4) of this act.

33 (4) Bonds issued under this section and sections 1 and 2 of this
34 act shall state that they are a general obligation of the state of
35 Washington, shall pledge the full faith and credit of the state to the
36 payment of the principal thereof and the interest thereon, and shall
37 contain an unconditional promise to pay the principal and interest as
38 the same shall become due.

1 (5) The owner and holder of each of the bonds or the trustee for
2 the owner and holder of any of the bonds may by mandamus or other
3 appropriate proceeding require the transfer and payment of funds as
4 directed in this section.

5 NEW SECTION. **Sec. 4.** The legislature may provide additional means
6 for raising moneys for the payment of the principal of and interest on
7 the bonds authorized in section 1 of this act, and section 3 of this
8 act shall not be deemed to provide an exclusive method for the payment.

9 NEW SECTION. **Sec. 5.** The bonds authorized in section 1 of this
10 act shall be a legal investment for all state funds or funds under
11 state control and for all funds of any other public body.

12 NEW SECTION. **Sec. 6.** If any provision of this act or its
13 application to any person or circumstance is held invalid, the
14 remainder of the act or the application of the provision to other
15 persons or circumstances is not affected.

16 NEW SECTION. **Sec. 7.** Sections 1 through 5 of this act shall
17 constitute a new chapter in Title 43 RCW.

--- END ---